Funds Managed by:

AKD Investment Management Ltd.

3rd Quarter Report
March 31, 2014
(Un-audited)

Quarterly report

AKD OPPORTUNITY FUND

AKD INDEX TRACKER FUND

AKD CASH FUND

AKD AGGRESSIVE INCOME FUND

Partner with AKD Profit from the Experience

AKD Investment Management Ltd.

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CORPORATE INFORMATION

MANAGEMENT COMPANY

AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Chairman
Mr. Abdul Karim Memon*

Director & Chief Executive Officer
Mr. Imran Motiwala

Directors
Mr. Ali Wahab Siddiqui*
Mr. M. Ramzan Sheikh
Mr. Hasan Ahmed*
Mr. Ahmed Abdul Sattar*
Mr. Nadeem Saulat Siddiqui

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Munir Abdullah

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob

HEAD OF INTERNAL AUDIT OF THE MANAGEMENT COMPANY

Mr. Abdul Qadir Sultan

HEAD OF COMPLIANCE OF THE MANAGEMENT COMPANY

Mr. Rashid Ahmed

AUDIT COMMITTEE

Mr. M. Ramzan Sheikh (Chairman)
Mr. Hasan Ahmed (Member)
Mr. Ali Wahab Siddiqui (Member)
Mr. Abdul Qadir Sultan (Secretary)

HUMAN RESOURCE & REMUNERATION COMMITTEE (HR & R)

Mr. Abdul Karim Memon (Chairman)
Mr. Imran Motiwala (Member)
Mr. Ahmed Abdul Sattar (Member)

RATING

AKD Investment Management Ltd. (AMC)
JCR-VIS: AM3- (AM Three Minus)

* Approval pending from SECP.

Vision

To serve investors in Pakistan's capital markets with diligence, integrity and professionalism, thereby delivering consistent superior returns and unparalleled customer service.

Mission Statement

AKD Fund shall continuously strive to:

- *Keep primary focus on investing clients' interest*
- *Achieve highest standards of regulatory compliance and good governance*
- *Prioritize risk management while endeavoring to provide inflation adjusted returns on original investment*
- *Enable the investing public and clients to make AKDIML Funds a preferred part of their overall savings and investment management strategy*
- *Distinguish themselves and compete on the basis of unparalleled service quality while setting industry standards for professionalism, transparency and consistent superior performance*
- *Foster and encourage technical, professional, ethical development of human capital to provide our people the best opportunities and environment for their personal growth*

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited, the Management Company of **AKD Opportunity Fund (AKDOF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF)** and **AKD Aggressive Income Fund (AKDAIF)** is pleased to present its interim report along with the Funds' accounts for the 3rd Quarter ended March 31, 2014.

Funds' Financial Performance

AKD Opportunity Fund (AKDOF)

For the nine months period of FY14, the return of AKD Opportunity Fund stood at 41.46% compared to the benchmark KSE-100 index return of 29.30%, thus outperforming the benchmark by 12.16%.

AKD Index Tracker Fund (AKDITF)

For the nine months period of FY14, the return of AKD Index Tracker Fund stood at 25.68% compared to the benchmark KSE-100 index return of 29.30%, thus underperforming the benchmark by 3.62%.

AKD Cash Fund (AKDCF)

For the nine months period of FY14, the annualized return of AKD Cash Fund stood at 8.52% compared to the benchmark return of 8.33%, thus outperforming the benchmark by 0.19%.

AKD Aggressive Income Fund (AKDAIF)

For the nine months period of FY14, the annualized return of AKD Aggressive Income Fund stood at 4.76% compared to the benchmark return of 10.06%, thus underperforming the benchmark by 5.3%.

Macro Perspective

During the 3rd Quarter of FY14, major improvements were witnessed in the overall macro economic conditions of the country. Since coming into power, the new Government has taken numerous steps to bring the country's economy back on track as some of their economic reform initiatives have started to reap benefits to the broader economy. The security situation remained better during the quarter due to a ceasefire for one month from both sides subsequent to initiation of negotiations between the Government and Taliban. However, no conclusion has as yet been agreed upon and negotiations continue.

The most crucial development during the quarter has been the improved foreign reserves position, which at March 31, 2014 stood at USD 10.074 billion, an increase of 21.18% during the quarter. This was due to USD 1.5 billion assistance provided by Saudi Arabia coupled with the release of another tranche of USD 555.6 million by IMF from its USD 6.8 billion support program approved in September 2013. The FX position is expected to improve further in the coming months as the Government has raised USD 2 billion from the sale of sovereign Eurobonds issued in the beginning of April. Furthermore, the auction of 3G & 4G licenses scheduled in the month of April will propel the foreign reserves further.

On the back of improved FX position, the Pakistani Rupee has, against all expectations, appreciated by an unprecedented 8.32% against the US Dollar since the beginning of the current year. This appreciation has, on one hand, appeased the general public welcoming a decline in inflationary pressures but on the other hand, casting doubts over the benefits the textile sector will be able to derive from export primarily from the GSP Plus status gained recently.

The Consumer Price Index (CPI)-based inflation increased by 8.53% for the period ended March 2014, driven by higher prices of food items and reversing a decline over the previous three months. The State Bank of Pakistan prudently decided to keep the discount rate unchanged at 10% even though some market participants were expecting a cut in the discount rate due to improved current account balance position and better macroeconomic conditions.

Reviews conducted by both the World Bank (WB) and the International Monetary Fund (IMF) at the beginning of April 2014 brought relief to the Government as both institutions were satisfied with the pace of progress of economic development and raised their expectations of GDP growth for FY14. IMF predicted a GDP growth rate of 3.2% whereas WB has increased its GDP forecast from 3.4% to 4%. It is worth mentioning here that the government GDP target is 4.4%. This review helps build the investors' confidence witnessing improved investment activity going forward.

The trade deficit fell to USD 13.931 billion for 9MFY14 from USD 14.740 billion in the corresponding period last year, narrowing the deficit by 5%. The export proceeds witnessed a growth of over 6% while imports witnessed a growth of less than 1% during the period under review over the same period last year. Pakistan's current account deficit till February 2014 swelled to over USD 2 billion as opposed to a deficit of USD 831 million in July-February of 2012-13. Shown as a percentage of the Gross Domestic Product (GDP), the current account deficit widened to 1.2% in July-February as opposed to 0.5% in the same period last year. On the other hand, an impressive growth of over 6% in Large Scale Manufacturing (LSM) has been recorded during seven months (July-January) of the current financial year which shows that the business environment of the country is improving and businesses are willing to invest for the longer term. This sector growth is important as industrial sector has a 20.9% share in Pakistan GDP while LSM being a sub-sector of manufacturing has 10.6% share. On the other hand, credit to private sector has shown an increase of 9.47% from June 2013, implying that banks are painstakingly slowly but gradually lending money to the private sector as well.

The Government is going all out to address the infrastructural problems plaguing the country and impeding growth. The energy crisis is the biggest issue impacting both the common man and industries alike and the Government has started focusing all its resources into addressing this issue. Numerous new mega energy projects are being planned and the finances for those have been secured, Dasu power plant being one of them. Renewed efforts are being made to improve the energy mix by adding coal based plants and wind power plants.

Equity Market

Oil and gas sector witnessed major rally during the quarter as investors' interest increased due to impeding privatization of Government stakes in OGDCL. Textile and Banking sectors also remained in the limelight due to USD depreciation and aggressive participation by banks in PIBs auction. Top performing sectors during the quarter included Technology Hardware & Equipment (206.1%), Tobacco (141.95%), Household Goods (74.23%) and Beverages (62.12%). On the contrary, Electric and Electrical Goods (-6.03%), Health Care Equipment & Services (-12.15%) and Software & Computer Services (-14.76%) were the major losers during the quarter.

Money Market

Money market during the 3rd quarter of the year remained illiquid due to excessive Government borrowing which resulted in crowding out effect. Record participation was witnessed in the Government bond auctions held during this quarter. During the January 2014 auction of PIBs, the State Bank accepted bids of PKR 199.6 billion against the bids of PKR 204.6 billion. In the auction of PIBs conducted in February 2014, SBP received bids of PKR 279 billion against a target of PKR 60 billion, and accepted PKR 279 billion. The same case was observed in the PIB auction held in the month of March, target was set at PKR 60 billion while bids received were of PKR 543 billion. The State Bank accepted PKR 532 billion creating an acute shortage of liquidity in the market. Almost a similar scenario was witnessed in the auctions of T-bills held by SBP. Interestingly, participation was higher in the longer tenure bonds of 10 and 15 years as they offered higher yields.

The central bank had to conduct open market operations in both the months to alleviate the liquidity crunch. This record breaking participation by the market participants demonstrates increased confidence in the future of the country and stability in the interest rate scenario.

Future Outlook

Going forward, the macro outlook is expected to be stable to positive with foreign institutional inflows to remain forefront drivers of the market. While the index continues to touch new highs, in terms of valuations it is still far from its record P/E multiples. In the last quarter of the fiscal year, two major developments are expected which will further improve the foreign reserves situation of the country and strengthen PKR. These developments include the long awaited auction of 3G & 4G licenses and the initiation of the privatization of Government entities in line with the IMF agreement. An unprecedented overwhelming response from the global community for Pakistan's Eurobond offer endorses our point of view of foreign appetite for Pakistani securities and further priority on resolving overall law & order situation and social issues and underlying commitment to reforms warrants an eventual positive re-rating of Pakistan.

The renewed efforts of Government to resolve the energy crisis by investing heavily in mega energy projects are expected to reap benefits in the near future thus curing the biggest problem impeding the overall economic progress of the country. Resolution of this crisis will, on one hand, increase the productivity of the firms thus improving their profitability and on the other hand it will reduce the import bill of the country leading to improved foreign reserve position.

The Pakistani market is still trading at very low multiples as compared to its regional peers and with the improving economic outlook; the index is expected to continue to move to new highs. We will continue to strive to provide better returns in line with the improving fundamentals of the broader economy.

For and on behalf of the Board

Imran Motiwala
Chief Executive Officer

Karachi: April 21, 2014

AKD Cash Fund
Financial Information - Third Quarter FY14

Contents

AKD Cash Fund

MANAGEMENT COMPANY
AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000

TRUSTEE
Central Depository Company of
Pakistan Limited
CDC House 99-B, Block-B S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

BANKERS
Allied Bank Limited
Askari Bank Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited

AUDITORS
M. Yousuf Adil Saleem & Co.
Chartered Accountants
Cavish Court, A-35, Block 7 & 8
KCHSU, Sharea Faisal,
Karachi-75350

LEGAL ADVISER
Sattar & Sattar
Attorneys -at -law
3rd Floor, UBL Building,
I.I. Chundrigar Road,
Karachi

REGISTRAR
AKD Investment Management Limited.
216 - 217, Continental Trade Centre,
Block-8, Clifton Karachi-74000
UAN: 111-253-465 (111-AKDIML)

DISTRIBUTOR
AKD Investment Management Limited

RATING
AKD CASH FUND
JCR-VIS: AA+(F) [Double A Plus (F)]

FUND MANAGER'S REPORT

i) Description of the Collective Investment Scheme Category and type:

Open - end Money Market Scheme.

ii) Statement of Collective Investment Scheme's investment objective:

The investment objective of the Fund is to provide optimum returns consistent with minimal risk from a portfolio constituted of high quality short term securities / instruments, which will provide liquidity to investors. The Fund exclusively invests in highly secure ('AA' and above) debt instruments such that the weighted average maturity of its net assets stays below 90 days.

iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the nine month period of FY14, the annualized return of the AKD Cash Fund stood at 8.52% versus the benchmark of 8.33%, thus outperforming the benchmark by 0.19%.

iv) Statement of benchmark (s) relevant to the Collective Investment Scheme:

50% Average return of 3 months term deposit rates of AA and above rated scheduled commercial Bank(s), and 50% average 3months T-Bills rate.

v) Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmark:

Monthly Yield (annualized)	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14
AKD Cash Fund	8.25%	8.10%	7.47%	8.63%	6.98%	8.62%	8.96%	8.59%	8.97%
Benchmark	7.80%	7.89%	7.98%	8.20%	8.29%	8.63%	8.66%	8.76%	8.78%

vi) Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance:

AKD Cash Fund is an open end Money Market Scheme. The returns of the funds are generated through investments in high quality short term government securities. AKDCF is fully complied with the relevant policies and procedures as per fund's regulatory requirement.

vii) Disclosure of Collective Investment Scheme's asset allocation as the date of the report and particulars of significant changes in asset allocation since the last report (if applicable):

Asset Allocation (% of Total Asset)	31-Mar-14	31-Dec-13
Cash and Cash Equivalents	90.18%	99.85%
Treasury Bills exceeding 90 days maturity	9.66%	0%
Other Asset Including Receivables	0.16%	0.15%

viii) Analysis of the Collective Investment Scheme's performance:

Nine month Return FY14 (annualized)	8.52%
Benchmark (annualized)	**8.33%**

ix) Changes in total NAV and NAV per unit since the last reviewed period:

Net Asset Value			NAV per Unit	
31-Mar-14	31-Dec-13	Change in Net Assets	**31-Mar-14**	31-Dec-13
------ (Rupees in '000) ------			-------------- Rupees --------------	
487,779	550,926	-11.46%	**50.3811**	50.0360

x) Disclosure on the markets that the Collective Investment Scheme has invested in including-review of the market (s) invested in and return during the period:

Economy

The quarter continued to exceed expectations of the broader market. To everyone's surprise, the Government was able to generate foreign funds inflow to meet targets as defined in the agreement signed between the IMF and the Government. The Government's efforts were not just concentrated in increasing the foreign exchange reserves, they also continued their efforts to resolve the energy crisis including the gas and electricity shortfalls and eradicating the menace of insurgency.

The Government has taken concrete steps towards addressing energy shortfalls and in this regard mega long-term projects have been announced and construction work on quite a few projects have already commenced.

Government seems all set to address the menace of insurgency and in this regard committees have been formed on both sides to harness continuing peace in the country.

The Government has continued to work on building foreign exchange reserves and in this regard the Government was able to generate support of USD 1.5 billion from friendly countries, while after a gap of seven years the Government was able to float USD 1 billion euro bond of 5 and 10 years each. The Government expects to get further inflows of USD 1.2 billion from the auction of 3G and 4G licenses and another USD 800 million from Etisalat as underlying properties the center of the dispute is expected to be amicably resolved. This is in addition to the inflows that have already resulted in the Foreign Exchange Reserves to reach USD 10.074 billion as of March 2014 from USD 11.019 billion as at the start of the current fiscal year and a low of USD 7.988 billion as at January 2014.

Other economic factors have also contributed in boosting up investor's confidence in the Pakistani capital markets including the recent growth in the large scale manufacturing sector and increase in private sector credit. On the other hand, unprecedented participation by banks and corporates in longer tenor papers via Pakistan Investment Bonds would indicate imminent liquidity issues in the short-term and less availability for the private sector going forward. When we talk about a country's balance of payment problems it is important to understand that if something can help the country maintain its position, it has to be reliance on a continuous financial inflow rather than one-off grants like those received from Saudi Arabia and loan tranches from the IMF. Needless to say, economic independence will be more achievable when our energy needs are self-reliant.

Even though the increased foreign reserves have resulted in an appreciation of the rupee against the dollar by 8.32% in the first three months of 2014 alone, this is not a welcoming news for the export sector as the rising rupee would make our exports expensive, thereby stopping the country from reaping the benefits that it planned to obtain from the grant of the GSP Plus status. On the contrary, the same would ensure inflation is kept in check and the general public enjoys stability in prices as compared to constant price hikes.

Under the period in concern, Pakistan's economic performance was praised by both the IMF and the World Bank in their reviews of the Country's performance. Such good was the performance that both these supranational bodies increased their expectations of GDP growth of the country. Worth mentioning here is the fact that the Pakistani Government's GDP target for FY14 stood at 4.4% whereas IMF's target was 3.2% and World Bank's 4%.

As far as the money market is concerned, a fundamental shift was witnessed in the recent PIB auction where investors shifted their positions from investing in short term T-Bills to long term Pakistan Investment Bonds. This was majorly a result of contained inflation along with improvement in the overall market sentiment. This would also help Government in its long-term planning where the Government would not need to worry for refinancing in the short-term.

Money Market Performance& Future Outlook

During the quarter in concern the Pakistani money market showed mixed sentiments. At the start of the quarter the investors continued to invest in short term T-Bills to earn an interest of around 10%, while later in the quarter improving foreign exchange reserves, recovery in the rupee and resultant lower inflation expectations compelled the broader market to invest in the longer term government debt paper.

The healthy foreign exchange position, stronger rupee and lower inflation outlook has stabilized the interest rate outlook and even paved way for a cut in the discount rate from an earlier tightening stance taken by the State Bank of Pakistan subsequent to the entry into the IMF program.

While the State Bank Governor has already hinted towards good news with respect to the interest rate outlook, we expect a discount rate cut of a 100 basis points for the remaining of FY14 to stand at 9.00%.

xi) Disclosure on distribution (if any), comprising:-

- **Particulars of the income distribution or other forms of distribution made and proposed during the period**

- **Statement of effects on the NAV before and after distribution is made.**

Interim Distribution

The Chief Executive Officer on behalf of Board of Directors of AKD Investment Management Limited (AKDIML) approved and declared following interim dividends payout from July 1, 2013 to March 31, 2014.

Distribution			
Declared on	**Bonus**	**Cum NAV**	**Ex NAV**
Jul 30 , 2013	0.5961%	50.29806	50
Sep 03, 2013	0.7708%	50.38538	50
Oct 01, 2013	0.5698%	50.28488	50
Oct 29, 2013	0.6470%	50.32352	50
Dec 03, 2013	0.7017%	50.35083	50
Dec 31, 2013	0.6836%	50.34180	50
Feb 04, 2014	0.8336%	50.41678	50
Mar 04, 2014	0.6589%	50.32947	50

Subsequent to Mar 31, 2014, the Fund also announced following Interim Dividend payouts up to Apr 21, 2014.

Distribution			
Declared on	**Bonus**	**Cum NAV**	**Ex NAV**
Apr 01, 2014	0.68558%	50.34279	50

xii) Description and explanation of any significant changes in the state of the affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements:

There was no significant change in the state of affairs during the period under review.

xiii) Break down of unit holdings by size:

Range (Units)	No. of Investors
0.1 - 9,999	23
10,000 - 49,999	15
50,000 - 99,999	6
100,000 - 499,999	10
500,000 and above	7
	61

xiv) Disclosure on unit split (if any), comprising :

There were no unit splits during the period.

xv) Disclosure of circumstances that materially affect any interest of unit holders:

Investments are subject to credit and market risk.

xvi) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker (s) or dealers by virtue of transaction conducted by the Collective Investment Scheme:

No soft commission has been received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2014

	Note	(Unaudited) March 31, 2014	(Audited) June 30, 2013
		---- (Rupees in '000)-----	
ASSETS			
Bank balances	4	**20,904**	104,101
Investments	5	**473,037**	420,987
Profit receivable on bank deposit		**59**	56
Prepayments		**105**	72
Preliminary expenses and floatation costs	6	**631**	800
Total assets		**494,736**	526,016
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	7	**1,192**	1,025
Payable to Central Depository Company of Pakistan Ltd. - Trustee		**61**	52
Payable to Securities and Exchange Commission of Pakistan		**286**	187
Accrued expenses and other liabilities	8	**1,418**	916
Payable on redemption of units		**4,000**	25,790
Total liabilities		**6,957**	27,970
NET ASSETS		**487,779**	498,046
UNIT HOLDERS' FUND (as per statement attached)		**487,779**	498,046
CONTINGENCIES AND COMMITMENTS	9		
		(Number of units)	
Number of units in issue		**9,681,795**	9,886,196
		(Rupees)	
Net asset value per unit		**50.3811**	50.3779

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

		Nine Months Period ended March 31,		Quarter ended March 31,	
		2014	2013	2014	2013
	Note	(Rupees in '000)			
INCOME					
Income / profit on :					
- government securities		**34,434**	14,456	**11,578**	6,088
- bank deposits		**985**	551	**252**	129
Capital gain / (loss) on sale of investments		**(172)**	22	**(22)**	(2)
		35,247	15,029	**11,808**	6,215
Unrealized appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		**(72)**	(46)	**106**	(139)
Total income		**35,175**	14,983	**11,914**	6,076
EXPENSES					
Remuneration of AKD Investment Management Limited - Management Company		**1,249**	-	**481**	-
Remuneration of Central Depository Company of Pakistan Ltd. - Trustee		**572**	286	**181**	139
Annual fee - Securities and Exchange Commission of Pakistan		**286**	116	**90**	51
Auditors' remuneration		**169**	158	**53**	52
Settlement and bank charges		**30**	24	**8**	6
Amortization of preliminary expenses and floatation costs	6	**169**	169	**56**	56
Security transaction cost		**13**	9	**2**	1
Fees and subscription		**30**	23	**10**	8
Legal and professional charges		**102**	105	**31**	35
Printing and related costs		**138**	131	**43**	54
Provincial Sales tax and Federal Excise Duty on - on management fee	7.2	**432**	-	**166**	-
Provision for Workers' Welfare Fund	8.1	**641**	294	**206**	118
Total expenses		**3,831**	1,315	**1,327**	520
Net income from operating activities		**31,344**	13,668	**10,587**	5,556
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed		**51**	749	**(507)**	220
Net income for the period before taxation		**31,395**	14,417	**10,080**	5,776
Taxation	10	**-**	-	**-**	-
Net income for the period after taxation		**31,395**	14,417	**10,080**	5,776
Other comprehensive income for the period		**-**	-	**-**	-
Total comprehensive income for the period		**31,395**	14,417	**10,080**	5,776
Earnings per unit - basic and diluted	11				

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Nine Months Period ended March 31,		Quarter ended March 31,	
	2014	2013	2014	2013
	(Rupees in '000)			
Undistributed income brought forward				
- Realised income	**3,664**	1,011	**575**	1,755
- Unrealised income / (loss)	**73**	(11)	**(178)**	93
	3,737	1,000	**397**	1,848
Final distribution for the year ended June 30, 2012				
- Re. 0.49 per unit on July 09, 2012				
- Cash distribution	**-**	-	**-**	-
- Issue of 20,001 bonus units @ Rs. 50 per unit	**-**	(1,000)	**-**	-
Interim distribution:				
- Re. 0.34 per unit on July 31, 2012				
- Cash distribution	**-**	-	**-**	-
- Issue of 13,574 bonus units @ Rs. 50 per unit	**-**	(679)	**-**	-
Interim distribution:				
- Re. 0.67 per unit on September 4, 2012				
- Cash distribution	**-**	(1)	**-**	-
- Issue of 29,625 bonus units @ Rs. 50 per unit	**-**	(1,481)	**-**	-
Interim distribution:				
- Re. 0.32 per unit on October 2, 2012				
- Cash distribution	**-**	-	**-**	-
- Issue of 19,732 bonus units @ Rs. 50 per unit	**-**	(987)	**-**	-
Interim distribution:				
- Re. 0.41 per unit on October 31, 2012				
- Cash distribution	**-**	-	**-**	-
- Issue of 35,240 bonus units @ Rs. 50 per unit	**-**	(1,762)	**-**	-
Interim distribution:				
- Re. 0.38 per unit on December 4, 2012				
- Cash distribution	**-**	-	**-**	-
- Issue of 37,663 bonus units @ Rs. 50 per unit	**-**	(1,883)	**-**	-
Interim distribution:				
- Re. 0.33 per unit on January 1, 2013				
- Cash distribution	**-**	-	**-**	-
- Issue of 32,442 bonus units @ Rs. 50 per unit	**-**	(1,622)	**-**	(1,622)
Interim distribution:				
- Re. 0.31 per unit on January 29, 2013				
- Cash distribution	**-**	-	**-**	-
- Issue of 31,567 bonus units @ Rs. 50 per unit	**-**	(1,578)	**-**	(1,578)
Interim distribution:				
- Re. 0.32 per unit on February 26, 2013				
- Cash distribution	**-**	-	**-**	-
- Issue of 35,879 bonus units @ Rs. 50 per unit	**-**	(1,794)	**-**	(1,794)

	Nine Months Period ended March 31, 2014	Nine Months Period ended March 31, 2013	Quarter ended March 31, 2014	Quarter ended March 31, 2013
	(Rupees in '000)			
Final distribution for the year ended June 30, 2013				
- Re. 0.38 per unit on July 08, 2013				
- Cash distribution	-	-	-	-
- Issue of 74,724 bonus units @ Rs. 50 per unit	(3,737)	-	-	-
Interim distribution:				
- Re. 0.30 per unit on July 30, 2013				
- Cash distribution	-	-	-	-
- Issue of 58,171 bonus units @ Rs. 50 per unit	(2,908)	-	-	-
- Re. 0.39 per unit on September 3, 2013				
- Cash distribution	-	-	-	-
- Issue of 80,711 bonus units @ Rs. 50 per unit	(4,035)	-	-	-
- Re. 0.28 per unit on October 1, 2013				
- Cash distribution	-	-	-	-
- Issue of 66,084 bonus units @ Rs. 50 per unit	(3,304)	-	-	-
- Re. 0.32 per unit on October 29, 2013				
- Cash distribution	-	-	-	-
- Issue of 67,330 bonus units @ Rs. 50 per unit	(3,367)	-	-	-
- Re. 0.35 per unit on December 3, 2013				
- Cash distribution	-	-	-	-
- Issue of 72,675 bonus units @ Rs. 50 per unit	(3,634)	-	-	-
- Re. 0.34 per unit on December 31, 2013				
- Cash distribution	-	-	-	-
- Issue of 73,403 bonus units @ Rs. 50 per unit	(3,670)	-	-	-
- Re. 0.42 per unit on February 4, 2014				
- Cash distribution	-	-	-	-
- Issue of 73,917 bonus units @ Rs. 50 per unit	(3,696)	-	(3,696)	-
- Re. 0.33 per unit on March 4, 2014				
- Cash distribution	-	-	-	-
- Issue of 61,834 bonus units @ Rs. 50 per unit	(3,092)	-	(3,092)	-
Net income for the period after taxation	31,395	14,417	10,080	5,776
Undistributed profits carried forward	3,689	2,630	3,689	2,630
Realized income	3,761	2,676	3,761	2,676
Unrealized loss	(72)	(46)	(72)	(46)
	3,689	2,630	3,689	2,630

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Nine Months Period ended March 31,		Quarter ended March 31,	
	2014	2013	2014	2013
	(Rupees in '000)			
Net assets at beginning of the period	498,046	102,467	550,926	245,302
Issue of 9,367,363 units (6,325,921 units for the period ended Mar 31, 2013)	470,085	317,617	101,155	105,297
Redemption of 10,200,613 units (2,364,648 units for the period ended Mar 31, 2013)	(511,696)	(118,804)	(174,889)	(41,208)
	(41,611)	198,813	(73,734)	64,089
Issue of bonus 628,849 units (2013: 255,723 units)	31,443	12,786	6,788	4,994
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed				
- amount representing income and capital gains - transferred to Income Statement	(51)	(749)	507	(220)
Other net income for the period	31,639	14,441	9,996	5,917
Capital gain / (loss) on sale of investments	(172)	22	(22)	(2)
Unrealized appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	(72)	(46)	106	(139)
Final distribution for the year ended June 30, 2012				
- Re. 0.49 per unit on July 09, 2012				
- Cash distribution	-	-	-	-
- Issue of 20,001 bonus units @ Rs. 50 per unit	-	(1,000)	-	-
Interim distribution:				
- Re. 0.34 per unit on July 31, 2012				
- Cash distribution	-	-	-	-
- Issue of 13,574 bonus units @ Rs. 50 per unit	-	(679)	-	-
Interim distribution:				
- Re. 0.67 per unit on September 4, 2012				
- Cash distribution	-	(1)	-	-
- Issue of 29,625 bonus units @ Rs. 50 per unit	-	(1,481)	-	-
Interim distribution:				
- Re. 0.32 per unit on October 2, 2012				
- Cash distribution	-	-	-	-
- Issue of 19,732 bonus units @ Rs. 50 per unit	-	(987)	-	-
Interim distribution:				
- Re. 0.41 per unit on October 31, 2012				
- Cash distribution	-	-	-	-
- Issue of 35,240 bonus units @ Rs. 50 per unit	-	(1,762)	-	-
Interim distribution:				
- Re. 0.38 per unit on December 4, 2012				
- Cash distribution	-	-	-	-
- Issue of 37,663 bonus units @ Rs. 50 per unit	-	(1,883)	-	-
Interim distribution:				
- Re. 0.33 per unit on January 1, 2013				
- Cash distribution	-	-	-	-
- Issue of 32,442 bonus units @ Rs. 50 per unit	-	(1,622)	-	(1,622)
Interim distribution:				
- Re. 0.31 per unit on January 29, 2013				
- Cash distribution	-	-	-	-
- Issue of 31,567 bonus units @ Rs. 50 per unit	-	(1,578)	-	(1,578)
Interim distribution:				
- Re. 0.32 per unit on February 26, 2013				
- Cash distribution	-	-	-	-
- Issue of 35,879 bonus units @ Rs. 50 per unit	-	(1,794)	-	(1,794)
Final distribution for the year ended June 30, 2013				
- Re. 0.38 per unit on July 08, 2013				
- Cash distribution	-	-	-	-
- Issue of 74,724 bonus units @ Rs. 50 per unit	(3,737)	-	-	-

	Nine Months Period ended March 31,		Quarter ended March 31,	
	2014	2013	2014	2013
	----(Rupees in '000)----			
Interim distribution:				
- Re. 0.30 per unit on July 30, 2013				
- Cash distribution	-	-	-	-
- Issue of 58,171 bonus units @ Rs. 50 per unit	(2,908)	-	-	-
- Re. 0.39 per unit on September 3, 2013				
- Cash distribution	-	-	-	-
- Issue of 80,711 bonus units @ Rs. 50 per unit	(4,035)	-	-	-
- Re. 0.28 per unit on October 1, 2013				
- Cash distribution	-	-	-	-
- Issue of 66,084 bonus units @ Rs. 50 per unit	(3,304)	-	-	-
- Re. 0.32 per unit on October 29, 2013				
- Cash distribution	-	-	-	-
- Issue of 67,330 bonus units @ Rs. 50 per unit	(3,367)	-	-	-
- Re. 0.35 per unit on December 3, 2013				
- Cash distribution	-	-	-	-
- Issue of 72,675 bonus units @ Rs. 50 per unit	(3,634)	-	-	-
- Re. 0.34 per unit on December 31, 2013				
- Cash distribution	-	-	-	-
- Issue of 73,403 bonus units @ Rs. 50 per unit	(3,670)	-	-	-
- Re. 0.42 per unit on February 4, 2014				
- Cash distribution	-	-	-	-
- Issue of 73,917 bonus units @ Rs. 50 per unit	(3,696)	-	(3,696)	-
- Re. 0.33 per unit on March 4, 2014				
- Cash distribution	-	-	-	-
- Issue of 61,834 bonus units @ Rs. 50 per unit	(3,092)	-	(3,092)	-
	(48)	1,630	3,292	782
Net assets at end of the period	487,779	314,947	487,779	314,947

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Note	Nine Months Period ended March 31,		Quarter ended March 31,	
		2014	2013	2014	2013
		(Rupees in '000)			
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the period before taxation		**31,395**	14,417	**10,080**	5,776
Adjustments for non-cash and other items					
Unrealized (appreciation) / diminution on re-measurment of investments classified as 'financial assets at fair value through profit or loss' - net		**72**	46	**(106)**	139
Capital (gain) / loss on sale of investments		**172**	(22)	**22**	2
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed		**(51)**	(749)	**507**	(220)
Amortization of preliminary expenses and floatation costs		**169**	169	**56**	56
Remuneration of AKD Investment Management Limited - Management Company		**1,249**	-	**481**	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee		**572**	286	**181**	139
		33,578	14,147	**11,221**	5,892
(Increase) / decrease in assets					
Investments		**24,091**	(24)	**(47,691)**	92,407
Profit receivable on bank deposit		**(3)**	(22,405)	**52**	(22,417)
Prepayments		**(33)**	(42)	**(84)**	(98)
		24,055	(22,471)	**(47,723)**	69,892
Increase / (decrease) in liabilities					
Payable to AKD Investment Management Limited - Management Company		**5**	(100)	**75**	(100)
Payable to Securities and Exchange Commission of Pakistan		**99**	84	**90**	51
Accrued expenses and other liabilities		**502**	261	**239**	79
Payable on redemption of units		**(21,790)**	-	**3,982**	-
		(21,184)	245	**4,386**	30
Remuneration paid to AKD Investment Management Limited - Management Company		**(1,087)**	-	**(494)**	-
Remuneration paid to Central Depository Company of Pakistan Limited - Trustee		**(563)**	(250)	**(185)**	(126)
Net cash generated from / (used in) operating activities		**34,799**	(8,329)	**(32,795)**	75,688
CASH FLOW FROM FINANCING ACTIVITIES					
(Payments) / Receipts against issuance / redemptions of units - net		**(41,611)**	198,813	**(73,734)**	64,089
Dividend paid		**-**	(1)	**-**	-
Net cash generated from / (used in) financing activities		**(41,611)**	198,812	**(73,734)**	64,089
Net (decrease) / increase in cash and cash equivalents during the period		**(6,812)**	190,483	**(106,529)**	139,777
Cash and cash equivalents at beginning of the period		**452,978**	102,801	**552,695**	153,507
Cash and cash equivalents at end of the period	4.1	**446,166**	293,284	**446,166**	293,284

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Cash Fund (the Fund) was established under a Trust Deed executed between AKD Investment Management Limited (AKDIML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorized constitution of the Trust Deed on August 15, 2011 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Initial Public Offering (IPO) of the Fund was made during the period from January 19, 2012 to January 20, 2012. The Fund commenced operations from January 21, 2012. In accordance with the Trust Deed, the first accounting period of the Fund commenced on the date on which the Fund property was first transferred to the Trustee i.e. January 19, 2012.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 216-217, Continental Trade Centre, Block 8, Clifton, Karachi in the province of Sindh.

The Fund is an open ended mutual fund and is listed on the Karachi Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund.

JCR-VIS Credit Rating Company Limited has assigned a management quality rating of AM3- to the Management Company and fund stability rating of AA+(f) to the Fund dated June 19, 2013 and May 30, 2013 respectively.

The Fund has been categorized as an Open End Money Market Fund as per criteria laid down by SECP for categorization of Collective Investment Scheme (CIS). The principal activity of the Fund is to make investments in government securities, treasury bills, cash and near cash instruments, money market placements, deposits, certificate of deposits (COD), certificate of musharika (COM), commercial paper and reverse repo transactions. Title of the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

These condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the fund.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

These condensed interim financial information have been prepared in accordance with approved International Accounting Standard as applicable in Pakistan, approved accounting standards comprise of such international Financial reporting standards (IFRSs) issued by International Accounting Standards Board as are notified by the Companies

Ordinance,1984 , the requirements of Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Where the requirements Trust Deed, NBFC Rules , NBFC Regulations directives issued by SECP, Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP, shall prevail.

2.2 These condensed interim financial information comprises of condensed interim statement of assets and liabilities, condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof. The disclosures made in these condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34, 'Interim Financial Reporting'. It does not include all the information and disclosures made in the annual published financial statement and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2013.

2.3 These condensed interim financial information are unaudited.

2.4 The Directors of the Assets Management Company declare that these condensed interim financial information give a true and fair value of the fund.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies, estimates, judgments and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended June 30, 2013.

	Note	(Unaudited) March 31, 2014	(Audited) June 30, 2013
4. BANK BALANCES		-----(Rupees in '000)-----	
In savings accounts		**20,894**	104,091
In current accounts		**10**	10
		20,904	104,101
4.1 Cash and cash equivalents			
Bank balances	4	**20,904**	104,101
Market Treasury Bills having maturity of three months	5	**425,262**	348,877
		446,166	452,978
5. INVESTMENTS			
Financial assets at fair value through profit or loss - held for trading			
Government securities	5.1	**473,037**	420,987

5.1 Government securities

Issue date	Tenor	Face Value				Balance at March 31, 2014			Market value as a percentage of net assets	Market value as a percentage of total investments
		At July 1, 2013	Purchase during the period	Sold / matured during the period	At March 31, 2014	Cost	Market value	Appreciation / (Diminution)	%	%
		Rupees in '000								
Market Treasury Bills										
January 24, 2013	6 Months	-	75,000	75,000	-	-	-	-	-	-
April 18, 2013	3 Months	75,000	-	75,000	-	-	-	-	-	-
May 2, 2013	3 Months	150,000	-	150,000	-	-	-	-	-	-
May 16, 2013	3 Months	65,000	-	65,000	-	-	-	-	-	-
May 16, 2013	6 Months	25,000	-	25,000	-	-	-	-	-	-
May 30, 2013	3 Months	20,000	-	20,000	-	-	-	-	-	-
May 30, 2013	6 Months	-	50,000	50,000	-	-	-	-	-	-
June 13, 2013	3 Months	36,000	-	36,000	-	-	-	-	-	-
June 27, 2013	3 Months	5,500	-	5,500	-	-	-	-	-	-
June 27, 2013	6 Months	50,000	-	50,000	-	-	-	-	-	-
July 12, 2013	3 Months	-	76,500	76,500	-	-	-	-	-	-
July 12, 2013	3 Months	-	50,000	50,000	-	-	-	-	-	-
July 25, 2013	3 Months	-	45,000	45,000	-	-	-	-	-	-
July 25, 2013	3 Months	-	75,000	75,000	-	-	-	-	-	-
July 25, 2013	3 Months	-	90,000	90,000	-	-	-	-	-	-
August 7, 2013	3 Months	-	72,000	72,000	-	-	-	-	-	-
August 7, 2013	3 Months	-	25,000	25,000	-	-	-	-	-	-
September 5, 2013	3 Months	-	60,000	60,000	-	-	-	-	-	-
September 19, 2013	3 Months	-	15,000	15,000	-	-	-	-	-	-
October 3, 2013	3 Months	-	165,500	165,500	-	-	-	-	-	-
October 21, 2013	3 Months	-	225,000	225,000	-	-	-	-	-	-
October 31, 2013	3 Months	-	50,000	50,000	-	-	-	-	-	-
October 31, 2013	3 Months	-	100,000	100,000	-	-	-	-	-	-
November 13, 2013	3 Months	-	50,000	50,000	-	-	-	-	-	-
December 26, 2013	3 Months	-	169,000	169,000	-	-	-	-	-	-
January 9, 2014	3 Months	-	225,000	-	225,000	224,880	224,873	(7)	46.10	47.54
January 23, 2014	3 Months	-	115,000	10,000	105,000	104,554	104,534	(20)	21.43	22.10
November 28, 2013	3 Months	-	50,000	50,000	-	-	-	-	-	-
February 20, 2014	3 Months	-	35,000	-	35,000	34,589	34,576	(13)	7.09	7.31
March 20, 2014	3 Months	-	62,500	-	62,500	61,300	61,279	(21)	12.56	12.95
March 20, 2014	6 Months	-	50,000	-	50,000	47,786	47,775	(11)	9.79	10.10
Total - March 31, 2014					**477,500**	**473,109**	**473,037**	**(72)**		
Total - June 30, 2013					426,500	420,914	420,987	73		

	Note	(Unaudited) March 31, 2014	(Audited) June 30, 2013
		--------(Rupees in '000)--------	

6. PRELIMINARY EXPENSES AND FLOATATION COSTS

	Note	(Unaudited) March 31, 2014	(Audited) June 30, 2013
Preliminary expenses and floatation costs incurred	6.1	**800**	1,025
Less: amortized during the period / year		**(169)**	(225)
		631	800

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and are being amortized over a period of five years commencing from January 21, 2012.

7. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMANT COMPANY

	Note	(Unaudited) March 31, 2014	(Audited) June 30, 2013
Management fee	7.1	**162**	-
Preliminary expenses and floatation costs		**800**	1,025
Sales tax on management fee		**30**	-
Federal Excise Duty on management fee	7.2	**200**	-
		1,192	1,025

7.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Management Company of the Fund is entitled to a remuneration during the first five years of the Fund, of an amount not exceeding three percent of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets of the Fund. However, the Management Company with the prior approval of the Securities and Exchange Commission of Pakistan (SECP) vide letter No. SCD/AMCW/AKDCF/657/2013 dated July 23, 2013 charged management fee at the rate of 0.4% once the net assets of AKD Cash Fund (AKDCF) crosses Rs.0.5 billion.

7.2 The Finance Act 2013 introduced an amendment to Federal Excise Act 2005 where by Federal Excise Duty (FED) has been imposed at the rate of 16% of the services rendered by assets management companies. However the MUFAP has filed a petition in the Sindh High Court (SHC) challenging the levy of FED on assets management services. The SHC in its short order of September 2013 directed the FBR not to take any coercive action against the petitioners pursuant to impugned notices till next date of hearing. In view of uncertainty regarding the applicability of FED on asset management services, the management, as a matter of abundant caution, has decided to retain and continue with the provision of FED in this condensed interim financial information which aggregates to Rs. 0.2 million as at March 31, 2014. Had the said provision of FED not been recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Re. 0.02 per unit.

	Note	(Unaudited) March 31, 2014	(Audited) June 30, 2013
		--------(Rupees in '000)--------	
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		**122**	210
Provision for workers' welfare fund	8.1	**1,211**	570
Withholding Tax		**4**	-
Others		**81**	136
		1,418	916

8.1 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance), whereby the definition of 'Industrial Establishment' has been made applicable to any establishment to which West Pakistan Shops and Establishment Ordinance, 1969 applies. As a result of this amendment, all Collective Investment Schemes (CISs) / mutual funds whose income exceeds Rs.0.5 million in a tax year have been brought within the scope of the WWF Ordinance thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain Collective Investment Schemes (CISs) through their trustees in the Honorable Sindh High Court (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

In 2011, a single judge of the Lahore High Court (LHC) issued a judgment in response to a petition in similar case whereby the amendments introduced in WWF Ordinance through Finance Acts, 2006 and 2008 have been declared unconstitutional and therefore struck down.

However in 2013, the Larger Bench of SHC issued a judgment in response to a petition in another similar case in which it is held that the amendments introduced in the WWF Ordinance through Finance Acts, 2006 and 2008 do not suffer from any constitutional or legal infirmity.

As the matter relating to levy of WWF on CISs is currently pending in the SHC, the Management Company has decided to retain and continue with the provision for WWF in its books of account and condensed interim financial information which aggregates to Rs. 1.211 million as at March 31, 2014 (including Rs. 0.641 million for the current period). Had the said provision of WWF not been recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Re. 0.125 per unit (0.25%).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2014 and June 30, 2013.

10. TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders.

11. EARNINGS PER UNIT - BASIC AND DILUTED

Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

12. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include AKD Investment Management Limited, being the Management Company of the Fund, Aqeel Karim Dhedhi Securities (Private) Limited, Central Depository Company of Pakistan Limited, being the Trustee, other collective schemes managed by the Management Company, AKD Investment Management Limited - Staff Provident Fund, directors and officers of the Management Company, unit holder's holding more than 10% of the units in issue and entities having common directorship with the Management Company. The transactions with connected persons are in the normal course of business.

Remuneration payable to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

Details of transactions and balances with connected persons are as follows:

12.1 Transactions during the period

	Nine Months Period ended March 31,		Quarter ended March 31,	
	2014	2013	2014	2013
	(Rupees in '000)			
AKD Investment Management Limited - Management Company				
Purchase of units [nine months ended Mar. 31 (2014: 866,800 ; 2013: 87,424)]	43,400	4,383	3,000	-
Issue of bonus units [nine months ended Mar. 31 (2014: 14,782 ; 2013: 858)]	739	43	240	16
Redemption of units [nine months ended Mar. 31 (2014: 536,653 ; 2013: 88,282)]	26,874	4,436	1,200	849
Management fee	1,249	-	481	-
Sales Tax and Federal Excise Duty on management fee	432	-	166	-
Central Depository Company of Pakistan Limited - Trustee				
Trustee fee	572	286	181	139
Payment to Trustee	563	250	185	126
AKD Investment Management Limited - Staff Provident Fund				
Purchase of units [nine months ended Mar. 31 (2014: 168,570 ; 2013: 119,548)]	8,452	6,015	3,900	-
Issue of bonus units [nine months ended Mar. 31 (2014: 1,140 ; 2013: 2,470)]	57	123	9	9
Redemption of units [nine months ended Mar. 31 (2014: 169,710 ; 2013: 195,654)]	8,535	9,817	4,986	498
Key Management Personnel and others				
Spouse- Chief Executive Officer				
Purchase of units [nine months ended Mar. 31 (2014: Nil ; 2013: 9,798)]	-	492	-	-
Issue of bonus units [nine months ended Mar. 31 (2014: Nil ; 2013: 66)]	-	3	-	-
Redemption of units [nine months ended Mar. 31 (2014: Nil ; 2013: 9,864)]	-	496	-	-
Spouse- Chief Investment Officer / Company Secretary				
Issue of bonus units [nine months ended Mar. 31 (2014: Nil ; 2013: 15)]	-	1	-	-
Redemption of units [nine months ended Mar. 31 (2014: Nil ; 2013: 1,496)]	-	75	-	-
Unit holder holding 10% or more of the units in issue				
Cyan Limited				
Purchase of units [nine months ended Mar. 31 (2014: 499,456 ; 2013: 99,823)]	25,000	5,000	-	-
Issue of bonus units [nine months ended Mar. 31 (2014: 64,326 ; 2013: 3,558)]	3,216	178	854	64
Redemption of units [nine months ended Mar. 31 (2014: 259,313 ; 2013: Nil)]	13,000	-	13,000	-
Fauji Fertilizer Bin Qasim Limited				
Purchase of units [nine months ended Mar. 31 (2014: 1,995,183 ;2013: Nil)]	100,000	-	50,000	-
Issue of bonus units [nine months ended Mar. 31 (2014: 46,795 ; 2013: Nil)]	2,340	-	329	-
Redemption of units [nine months ended Mar. 31 (2014: 1,036,876 ; 2013: Nil)]	52,109	-	52,109	-
Arabian Sea Enterprises Limited				
Purchase of units [nine months ended Mar. 31 (2014: Nil ;2013: 913,999)]	-	45,786	-	10,786
Issue of bonus units [nine months ended Mar. 31 (2014: 61,548 ; 2013: 27,623)]	3,077	1,381	756	587

12.2 Amounts outstanding as at period end

	(Unaudited) March 31, 2014	(Audited) June 30, 2013
	---- (Rupees in '000)-----	
AKD Investment Management Limited - Management Company		
Management fee payable	162	-
Sales Tax on management fee	30	-
Federal Excise Duty on management fee	200	-
Preliminary expenses and floatation costs	800	1,025
Units held 344,929 (June 2013: Nil)	17,378	-
AKD Aggressive Income Fund		
Payable against conversion of units	-	25,790
AKD Opportunity Fund		
Payable against conversion of units	4,000	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	61	52
Unit holder holding 10% or more of the units in issue		
Cyan Limited		
Units held 1,012,174 (June 2013: 707,705)	50,994	35,653
Fauji Fertilizer Bin Qasim Limited		
Units held 1,005,102 (June 2013: Nil)	50,638	-
Arabian Sea Enterprises Limited		
Units held 1,024,499 (June 2013: 962,951)	51,615	48,511

13. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information were authorized for issue on April 21, 2014 by the Board of Directors of the Management Company.

14. GENERAL

Figures have been rounded off to the nearest thousand rupees.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala	**Nadeem Saulat Siddiqui**
Chief Executive Officer	Director

AKD Investment
Management Ltd.

216-217, Continental Trade Centre, Block-8, Clifton, Karachi-74000
U.A.N : 92-21-111 AKDIML (111-253-465) Fax : 92-21-35373217, 35303125
E-mail : info@akdinvestment.com   Website : www.akdinvestment.com