Funds Managed by:

AKD Investment Management Ltd.

Half Yearly Report
December 31, 2015
(Un-audited)

half yearly 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.

TABLE OF CONTENTS

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. Hasan Ahmed
Mr. Ahmed Abdul Sattar
Mr. Nadeem Saulat Siddiqui
Mr. Saim Mustafa Zuberi*

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

Ms. Noureen Nadir Ali

HEAD OF COMPLIANCE OF THE MANAGEMENT COMPANY

Mr. Rashid Ahmed

AUDIT COMMITTEE

Mr. Ali Wahab Siddiqui (Chairman)
Mr. Ahmed Abdul Sattar (Member)
Mr. Hasan Ahmed (Member)
Ms. Noureen Nadir Ali (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)
AM3 (AM Three) issued by PACRA
AM3 (AM Three) issued by JCR-VIS

*Appointed in place of Mr. Saad Iqbal who resigned on January 5, 2016.

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 (AKDIML), 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 half year ended December 31, 2015.

Funds' Financial Performance

AKD Opportunity Fund (AKDOF)

For the 1HFY16, the return of AKD Opportunity Fund stood at 7.32% compared to the benchmark KSE-100 Index return of -4.60%, thus significantly outperforming the benchmark by 11.92%.

AKD Index Tracker Fund (AKDITF)

For the 1HFY16, the return of AKD Index Tracker Fund stood at -5.40% compared to the benchmark KSE-100 Index return of -4.60%.

AKD Cash Fund (AKDCF)

For the 1HFY16, the annualized return of AKD Cash Fund stood at 5.60% compared to benchmark return of 5.60%, thus performance remains in line with benchmark.

AKD Aggressive Income Fund (AKDAIF)

For the 1HFY16, the annualized return of AKD Aggressive Income Fund stood at 8.0% compared to the benchmark return of 7.04%, thus outperforming the benchmark by 0.96%.

Macro Perspective

The major macroeconomic indicators continued to exhibit improvements in the 1HFY16 based on the prudent monetary and fiscal policy, increased credit off take and higher remittances. CPI inflation during 1HFY16 clocked in 2.1%YoY as compared to 6.1%YoY in the corresponding period last year. Throughout 1HFY16, downward momentum of inflation was driven by soft international commodity and oil prices. Going forward, State Bank of Pakistan expects that average inflation in FY16 to range between 3%YoY to 4%YoY due to benign outlook of global commodity prices, expectation of moderate pickup in domestic demand and further ease in supply side constraints.

Large scale manufacturing (LSM) showed growth of 4.4%YoY during July-Nov FY16 as compared to 3.1%YoY in the same period last year. LSM benefited from falling international prices of key inputs, better energy situation, increased domestic demand for consumer durables and expansion of construction activities. In this regard, the real GDP is expected to maintain the previous growth momentum. It is expected that economic activity will improve further as infrastructure and energy projects under CPEC continue to materialize.

The total liquid foreign exchange reserves of Pakistan reached its highest level of USD 21.07 billion by end of 1HFY16 as compared to USD 15.27 billion at the end of 1HFY15. At the same time, International Monetary Fund (IMF) released ninth tranche of USD 498.10 million in December 2015 under the Extended Fund Facility. On Sept, 2013, IMF had approved the three-year extended financing arrangement of about USD 6.64billion for Pakistan of which USD 4.98 billion has been disbursed. Overseas Pakistani workers remitted to USD 9.74 billion in 1HFY16, as compared to USD 9.16 billion received during the corresponding period reflecting growth of 6.6% YoY.

The muted inflation and strengthening foreign exchange reserve had a favorable impact on overall economic activity. In this regard, State Bank of Pakistan announced policy rate cut of 50bps to 6% in the September Monetary Policy Statement (MPS).

Tax collection, on other hand, remained an uphill task as Federal Board of Revenue (FBR) collected PKR 1.37 trillion against its target of approximately PKR 1.39 trillion thus falling short by PKR 20 billion. Although, FBR has not been able to achieve its target but deficit has been considerably reduced on basis of controlled expenditure and increased revenues. During the July-December period, the FBR collections were PKR 198 billion more than the comparative period of the previous year, recording an increase of 16.9%.

Pakistan's overall balance of payment continued to strengthen in 1HFY16 as the imports of the country reduced by 8%YoY reaching USD 22.24 billion during the period under review as compared to USD 24.14 billion in the corresponding period last year. In addition, exports of 1HFY16 were recorded at USD10.32 billion as compared with USD 12.6 billion in the corresponding period, reflecting 14.4%YoY decline. This resulted in contraction of trade deficit to USD 11.92 billion in 1HYFY16 as compared with USD 12.1 billion in the corresponding period last year.

Equity market review

The KSE-100 index started the FY16 on a positive note recording 3.9% return in the month of July; however index fell by 4.6% overall in 1HYF16. Primary reason for the underperformance of index was low investor confidence as NAB/FIA carried out investigations against brokers. Negative news flow continued internationally as well, as concerns over China's economic slowdown and US-Federal Reserve rate hike dampened KSE's performance. Consequently, foreign investors sold equity worth USD 241 million during 1HFY16 compared to net buying of USD 113 million in 1HFY15.

During the period under review, State Bank of Pakistan (SBP) cut the discount rate by 50 basis points in September'15 monetary policy statement, continuing the easing cycle from previous fiscal year. The primary reason for this move was historic low level of average CPI inflation, which recorded at a 2.08%YoY during 1HFY16, against 6.12%YoY in same period last year. However, these developments brought no excitement to the investors as negative sentiment outweighed the positive developments.

Weak prospects of regional capital markets and weak commodity prices remained to be a major obstacle in the way of sustained rally in the market. During 2QFY16, the prevailing uncertainty deepened further, as evident from investor's participation in the market which saw a QoQ decline of approximately 48% and 37% in average daily turnover (ADT) and average daily traded value (ADTV), respectively.

Money Market Review

Due to low inflation and improving economic conditions, SBP reduced discount rate by 50bps during 1HFY16. Government raised total amount of PKR 2.65 trillion in 1HFY16 compared to PKR 2.27 trillion raised in 1HFY15 through T-Bills and PIB auctions. The State Bank of Pakistan (SBP) carried out a total of 13 T-Bills auctions where the government managed to raise PKR 2.25 trillion. While only PKR 925 billion was raised during 2QFY16. SBP also conducted 6 auctions of PIB's and managed to raise PKR 401 billion during 1HFY16. During this period, weighted average yield on 3, 6, 12-months T-Bills were 6.59%, 6.60%, 6.69% respectively down from 9.84%, 9.85%, and 9.83% during the corresponding period last year. The PIB auctions followed suit where weighted average maturities yield on 3, 5, 10 years PIB declined to 7.34%, 8.30%, 9.24% respectively from 11.75%, 12.15%, 12.75% in the corresponding period last year. During 1HFY16, State Bank of Pakistan conducted 46 open market operations (OMO's) of different maturities and injected average amount of PKR 710 billion per OMO's at an average cut off yield of 6.22%.

Future Outlook

Currently, Pakistan is facing severe energy crisis hurting competitiveness of companies, creating hurdles to economic progression and adversely affecting the trade deficit. However, China Pakistan economic corridor (CPEC) worth USD 46 billion is expected to spur high economic growth by boosting investment in transportation, infrastructure and addressing energy crisis. Pakistan witnessed strong improvement in economic fundamentals during CY15 due to low commodity prices, which led to improved current account position and low inflation. This has helped improve investor confidence as measured by various institutions/trade bodies like State Bank of Pakistan, etc.

Going forward, we believe the economy of Pakistan is expected to achieve sustainable growth driven by low inflation, favorable commodity prices, increase in foreign exchange reserves and foreign remittances and growth in tax collection. Pakistan equity market is expected to be the top performing market in the CY16, where we expect KSE-100 index to witness a strong positive trajectory on the back of lower policy rate, improved economic outlook, materialization of privatization process and growth in corporate profitability. Moreover, MSCI's decision to review Pakistan for potential reclassification into emerging markets is another reflection of strengthening economic dynamics. A reclassification will improve the outlook of Pakistan's stock market and its exposure to foreign institutional investors.

For and on behalf of the Board

Imran Motiwala
Chief Executive Officer

Karachi: February 19, 2016

AKD Cash Fund
Financial Information - First Half FY16

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
Deloitte Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8
KCHSU, Sharhrah-e-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
AKD Securities Limited
BMA Capital Management Limited
First Street Capital (Pvt.) Limited
Savings Lounge (Pvt.) 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 types:

Open - end Money Market Scheme

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

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

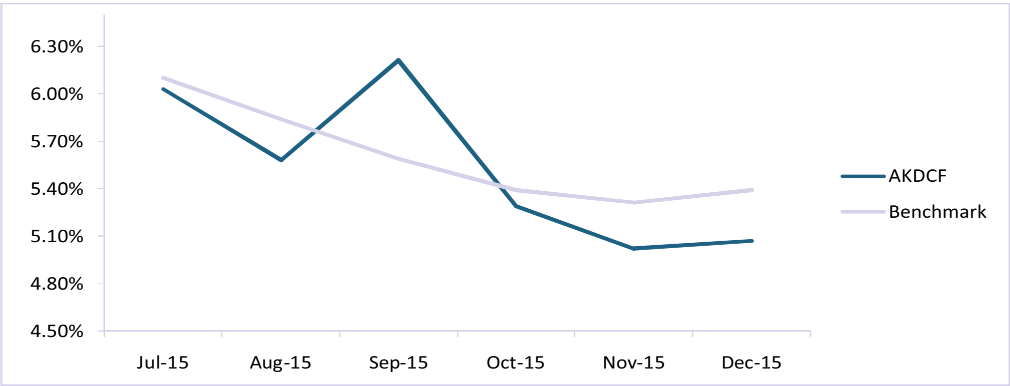
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1HFY16, the annualized return of AKD Cash Fund stood at 5.60% compared to benchmark return of 5.60%, thus performance remains in line with benchmark.

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 3 months T-Bills rate.

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



Monthly Yield (annualized)	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15
AKDCF	6.03%	5.58%	6.21%	5.33%	4.98%	5.07%
Benchmark	6.10%	5.84%	5.59%	5.39%	5.31%	5.39%

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 investment 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 report and particulars of significant changes in asset allocation since the last report (if applicable):

Asset Allocation (% of Total Assets)	31-Dec-15	30-Sep-15
Cash and Cash Equivalents	99.86%	99.73%
Other Assets Including Receivables	0.14%	0.27%

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

1HFY16 (annualized)	5.60%
Benchmark (annualized)	5.60%

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

Net Assets Value			NAV Per Unit	
31-Dec-15	30-Sep-15	Change in Net Assets	31-Dec-15	30-Sep-15
(Rupees in 000)			(Rupees)	
344,564	142,779	141.33%	51.5258	50.8658

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 key macroeconomic indicators continued to exhibit improvements in 1HFY16 based on the prudent monetary and fiscal policy, increased credit off take and higher remittances. Headline Consumer Price Index (CPI) has been considerably low, reaching 2.1%YoY for 1HFY16 as compared to 6.1%YoY in the corresponding period last year. Subdued inflation was due to falling oil and commodity prices internationally. Keeping in view the bleak outlook of global commodities prices, expectation of a moderate pickup in domestic demand and further ease in supply side constraints, SBP expects that average inflation in FY16 to remain in the range of 3%YoY to 4%YoY.

Most important achievement on the macroeconomic front is continuous improvement in liquid foreign exchange reserves position. Total foreign reserves increased to USD 21.07 billion at the end of 1HFY16 as compared to USD 15.27 billion in the corresponding period of last year. Overseas Pakistani workers remitted USD 9.74 billion in 1HFY16, a growth of 6.26%YoY against remittance amounting to USD 9.16 billion received during the same period of the preceding year. In addition, International Monetary Fund (IMF) released its 9th tranche of USD 498.10 million in December 2015 under Extended Fund Facility. Previously, IMF had approved the three-year extended arrangement of about USD 6.64 billion for Pakistan of which USD 4.98 billion has been disbursed already.

LSM growth has witnessed an upward trajectory on the back of falling international prices of inputs, higher demand for consumer durables, expansion of construction activities and an improving energy situation. It showed growth of 4.4%YoY in 1HFY16 considerable improvement over 3.1%YoY in the same period last year. Looking forward, economic activity is expected to improve further on the back of materialization of mega projects worth USD 46 billion under China-Pakistan Economic Corridor (CPEC).

Low inflation and strong FX reserves position created room for SBP to further ease the monetary policy. Resultantly, SBP slashed the policy rate by 50bps to 6% in the September'15 Monetary Policy Statement (MPS).

Despite the fact that FBR missed the target of revenue collection during the period under consideration; the country's fiscal deficit has been largely reduced due to controlled expenditures and increasing sales tax. FBR collected PKR 1.37 trillion during 1HFY16 as compared to a target of PKR 1.39 trillion, short by PKR 20 billion. During the period July-December 2015, FBR collected PKR 198 billion more than they had collected in the corresponding period of last year, an increase of 16.9%YoY.

Balance of payment position of Pakistan continued to improve in the period under review, as the imports reduced by 8%YoY in 1HFY16 to USD 22.14 billion from USD 24.14 billion 1HFY15. Exports were also on a declining trend during 1HFY16, as they fell by 14.4%YoY reaching USD 10.32 billion. However, trade deficit reduced by 1.48%YoY from USD 11.92 billion during 1HFY16, as opposed to USD 12.10 billion in same period last year.

Money Market

Due to low inflation and improving economic conditions, SBP reduced discount rate by 50bps during 1HFY16. Government raised total amount of PKR 2.65 trillion in 1HFY16 compared to PKR 2.27 trillion raised in 1HFY15 through T-Bills and PIB auctions. The State Bank of Pakistan (SBP) carried out a total of 13 T-Bills auctions where the government managed to raise PKR 2.25 trillion. While only PKR 925 billion was raised during 2QFY16. SBP also conducted 6 auctions of PIB's and managed to raise PKR 401 billion during 1HFY16. During this period, weighted average yield on 3, 6, 12-months T-Bills were 6.59%, 6.60%, 6.69% respectively down from 9.84%, 9.85%, and 9.83% during the corresponding period last year. The PIB auctions followed suit where weighted average maturities yield on 3, 5, 10 years PIB declined to 7.34%, 8.30%, 9.24% respectively from 11.75%, 12.15%, 12.75% in the corresponding period last year. During 1HFY16, State Bank of Pakistan conducted 46 open market operations (OMO's) of different maturities and injected average amount of PKR 710 billion per OMO's at an average cut off yield of 6.22%.

Future Outlook

Based on the benign outlook of commodity prices, SBP expects that inflation will remain in range of 3 to 4 percent in FY16 mainly due to expectations of a moderate pick up in domestic demand and further ease in supply side constraints.

The private sector credit off-take increased by PKR 115 billion to clock in at PKR 339.8 billion during 1HFY16 as compared to PKR 224.5 billion in same period last year. This increase can be attributed to improved financial conditions of the corporate sector and healthier business environment which encouraged firms to avail credit for fixed investments. Going forward, improvement in LSM, expansion plans announced by major industries and easing monetary policy are expected to further increase the demand for credit.

According to the latest auction calendar released by the central bank, Government has planned to borrow PKR 1.6 trillion through the sale of 3M, 6M and 12M T-bills. The government is also set to raise PKR 200 billion through the sale of 3Yr, 5Yr, 10Yr and 20Yr Pakistan Investment Bonds (PIB's). We expect the interest rate to remain steady for CY16 due to low inflationary environment, continuous improvement in foreign exchange reserve position on the back of privatization proceeds and IMF payments leading to a stable exchange rate.

In 2QFY16, the overnight repo rate remained slightly above the SBP target rate on the back of increased government borrowing but it is expected that the difference in overnight repo rate and target rate will ease in 2HFY16. Primary reason for normalization of this difference can be attributed to improved government revenue collections and timely receipt of foreign inflows, thus easing the pressure off government.

xi) 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 Fund 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.

xii) Break down of unit holding by size:

Range (Units)	No. of Investors
0.1 - 9,999	18
10,000 - 49,999	4
50,000 - 99,999	7
100,000 - 499,999	6
500,000 and above	4
	39

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

There were no unit splits during the period.

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

Investments are subject to credit and market risk.

xv) 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 broker or dealer by virtue of transactions conducted by the Collective Investment Scheme.

TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of AKD Cash Fund (the Fund) are of the opinion that AKD Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2015 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and

(iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Muhammad Hanif Jakhura
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 25, 2016

AUDITORS' REPORT TO THE UNIT HOLDERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **AKD Cash Fund** (the Fund) as at December 31, 2015 and the related 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 (here-in-after referred to as the 'condensed interim financial information') for the half year ended December 31, 2015. AKD Investment Management Limited (the Management Company) is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement for the quarters ended December 31, 2015 and 2014 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2015.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended December 31, 2015 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Deloitte Yousuf Adil
Chartered Accountants
Engagement Partner: Mushtaq Ali Hirani

Karachi: February 19, 2016

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2015

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		---- (Rupees in '000) ----	
ASSETS			
Bank balances	4	**25,686**	109,833
Investments	5	**321,727**	174,165
Profit receivable on bank deposits		**214**	124
Prepayments		**21**	69
Preliminary expenses and floatation costs	6	**237**	350
Total assets		**347,885**	284,541
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	7	**1,082**	1,239
Payable to Central Depository Company of Pakistan Limited - Trustee	8	**48**	39
Payable to Securities and Exchange Commission of Pakistan	9	**70**	313
Accrued expenses and other liabilities	10	**2,121**	3,069
Payable on redemption of units		**-**	66,613
Total liabilities		**3,321**	71,273
NET ASSETS		**344,564**	213,268
UNIT HOLDERS' FUND (as per statement attached)		**344,564**	213,268
Contingencies and Commitments	11		
		---- (Number of units) ----	
Number of units in issue		**6,687,212**	4,255,832
		(Rupees)	
Net asset value per unit		**51.5258**	50.1119
Face value per unit		**50**	50

The annexed notes from 1 to 20 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

		Half year ended December 31,		Quarter ended December 31,	
		2015	2014	2015	2014
INCOME	Note	(Rupees in '000)			
Income / profit on :					
- government securities		**5,844**	23,373	**2,983**	11,742
- bank deposits		**495**	571	**269**	435
Capital (loss)/gain on sale of investments - net		**(10)**	13	**(4)**	9
		6,329	23,957	**3,248**	12,186
Unrealized diminution on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net		**(29)**	(96)	**(53)**	(27)
Total income		**6,300**	23,861	**3,195**	12,159
EXPENSES					
Remuneration of AKD Investment Management Limited - Management Company (inclusive of fedral excise duty and sales tax)	12	**491**	1,310	**265**	678
Remuneration of Central Depository Company of Pakistan Limited - Trustee (inclusive of sales tax)	13	**159**	368	**86**	190
Annual fee - Securities and Exchange Commission of Pakistan		**70**	184	**38**	95
Auditors' remuneration		**112**	112	**55**	57
Bank charges		**21**	26	**11**	13
Amortization of preliminary expenses and floatation costs	6	**113**	113	**57**	57
Security transaction costs		**5**	1	**5**	1
Fees and subscriptions		**27**	30	**17**	12
Legal and professional charges		**101**	63	**33**	31
Printing and related costs		**88**	86	**44**	42
Provision for Workers' Welfare Fund	10.1	**-**	327	**-**	122
Total expenses		**1,187**	2,620	**611**	1,298
Net income from operating activities		**5,113**	21,241	**2,584**	10,861
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net		**4,342**	(5,225)	**4,755**	(4,910)
Net income for the period before taxation		**9,455**	16,016	**7,339**	5,951
Taxation	14	**-**	-	**-**	-
Net income for the period after taxation		**9,455**	16,016	**7,339**	5,951
Other comprehensive income for the period		**-**	-	**-**	-
Total comprehensive income for the period		**9,455**	16,016	**7,339**	5,951

The annexed notes from 1 to 20 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

	Half year ended December 31, 2015	Half year ended December 31, 2014	Quarter ended December 31, 2015	Quarter ended December 31, 2014
	---------------- (Rupees in '000)			----------------
Undistributed income brought forward				
- Realised income	**871**	711	**2,965**	10,829
- Unrealised income / (loss)	**2**	(30)	**24**	(83)
	873	681	**2,989**	10,746
Net income for the period after taxation	**9,455**	16,016	**7,339**	5,951
Undistributed income carried forward	**10,328**	16,697	**10,328**	16,697
Undistributed income carried forward comprising of:				
- Realized income	**10,357**	16,793	**10,357**	16,793
- Unrealised (loss)	**(29)**	(96)	**(29)**	(96)
	10,328	16,697	**10,328**	16,697

The annexed notes from 1 to 20 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

	Half year ended December 31,		Quarter ended December 31,	
	2015	2014	2015	2014
	(Rupees in '000)			
Net assets at beginning of the period	**213,268**	511,036	**142,779**	461,129
Issue of 9,696,635 units (5,902,958 units for the half year ended December 31, 2014)	**495,101**	303,869	**360,971**	248,313
Redemption of 7,265,255 units (8,967,097 units for the half year ended December 31, 2014)	**(368,918)**	(462,505)	**(161,770)**	(346,662)
	126,183	(158,636)	**199,201**	(98,349)
Element of (gain) / loss and capital gains / (losses) included in prices of units issued less those in units redeemed - transferred to Income Statement	**(4,342)**	5,225	**(4,755)**	4,910
Capital (gains) / losses on sale of investments - net	**(10)**	13	**(4)**	9
Unrealized diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	**(29)**	(96)	**(53)**	(27)
Other net income for the period	**9,494**	16,099	**7,396**	5,969
	9,455	16,016	**7,339**	5,951
Net assets at end of the period	**344,564**	373,641	**344,564**	373,641

The annexed notes from 1 to 20 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

	Note	Half year ended December 31, 2015	Half year ended December 31, 2014	Quarter ended December 31, 2015	Quarter ended December 31, 2014
		------------ (Rupees in '000)			------------
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the period before taxation		**9,455**	16,016	**7,339**	5,951
Adjustments for non-cash and other items					
Unrealized diminution on re-measurment of investments classified as 'financial assets at fair value through profit or loss' - net		**29**	96	**53**	27
Capital loss / (gain) on sale of investments - net		**10**	(13)	**4**	(9)
Element of loss/(income) and capital loss/(gain) included in prices of units issued less those in units redeemed - net		**(4,342)**	5,225	**(4,755)**	4,910
Amortization of preliminary expenses and floatation costs		**113**	113	**57**	57
		5,265	21,437	**2,698**	10,936
Decrease / (increase) in assets					
Investments		**(138,218)**	247,682	**(138,236)**	(18,544)
Profit receivable on bank deposits		**(90)**	-	**(180)**	-
Prepayments		**48**	36	**44**	(29)
		(138,260)	247,718	**(138,372)**	(18,573)
(Decrease) / increase in liabilities					
Payable to AKD Investment Management Limited - Management Company		**(157)**	(45)	**107**	90
Payable to Central Depository Company of Pakistan Limited - Trustee		**9**	8	**28**	11
Payable to Securities and Exchange Commission of Pakistan		**(243)**	(189)	**38**	95
Accrued expenses and other liabilities		**(948)**	(768)	**19**	(2,038)
Payable on redemption of units		**(66,613)**	-	**-**	-
		(67,952)	(994)	**192**	(1,842)
Net cash (used in)/generated from operating activities		**(200,947)**	268,161	**(135,482)**	(9,479)
CASH FLOW FROM FINANCING ACTIVITIES					
Receipts / (payments) against issuance / (redemptions) of units - net		**126,183**	(158,636)	**199,201**	(98,349)
Net increase / (decrease) in cash and cash equivalents		**(74,764)**	109,525	**63,719**	(107,828)
Cash and cash equivalents at beginning of the period		**283,998**	218,728	**145,515**	436,081
Cash and cash equivalents at end of the period	16	**209,234**	328,253	**209,234**	328,253

The annexed notes from 1 to 20 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 CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015

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. 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 Pakistan Stock Exchange Limited (formerly Karachi Stock Exchange Limited). Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund.

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.

The Pakistan Credit Rating Agency Limited (PACRA) and JCR-VIS Credit Rating Company Limited (JCR-VIS) has assigned Asset Manager / Management Quality Rating of "AM3" to the Management Company dated June 16, 2015 and January 6, 2016 respectively. JCR-VIS has also assigned fund stability rating of "AA+(f)" to the Fund dated December 31, 2015.

This 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

This condensed interim financial information has 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). 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 This 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 this 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, 2015. The information for the condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement for the quarters ended December 31, 2015 and December 31, 2014 are unaudited and have been included to facilitate comparison.

2.3 This condensed interim financial information is unaudited, however, limited scope review has been performed by the statutory auditors in accordance with the requirements of clause 5.19.14 of the Code of Corporate Governance and these condensed interim financial information are being circulated to the unit holders as required under the NBFC Regulations.

2.4 The directors of the Asset Management Company declare that this condensed interim financial information give a true and fair view of the Fund.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

3.1 The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of financial statements of the Fund as at and for the year ended June 30, 2015. Certain new IFRSs and amendments to existing IFRSs are effective for periods beginning on or after July 1, 2015, which donot have any impact on this condensed interim financial information except for IFRS 13 "Fair Value Measurement".

IFRS 13 establishes a single source of guidance for fair value measurements and disclosures about fair value measurements. However, it does not change the requirements regarding which items should be measured or disclosed at fair value. The scope of IFRS 13 is broad; it applies to both financial instrument items and non-financial instrument items for which other IFRSs require or permit fair value measurements and disclosures about fair value measurements, except in specified circumstances. The application of this standard does not have an impact on this condensed interim financial information except certain additional disclosures as given in note 18.

3.2 The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2015.

3.3 Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore not disclosed in this condensed interim financial information.

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		---- (Rupees in '000) ----	
4. BANK BALANCES			
Cash at bank - current accounts		**10**	10
- savings accounts	4.1	**25,676**	109,823
		25,686	109,833

4.1 These carry mark-up at the rates ranging from 4% to 5.75% (June 2015 : 4.5% to 6%)

5. INVESTMENTS

Financial assets at fair value through profit or loss - held for trading

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
- Government securities	5.1	**321,727**	174,165

5.1 Government securities

Issue date	Tenor	Face Value: At July 1, 2015	Face Value: Purchase during the period	Face Value: Sold / matured during the period	Face Value: As at December 31, 2015	Balance as at December 31, 2015: Cost	Balance as at December 31, 2015: Market value	Balance as at December 31, 2015: Appreciation / (Diminution)	Market value as a percentage of net assets	Market value as a percentage of investments
		---------- Rupees in '000 ----------							----- % -----	
Market Treasury Bills										
April 16, 2015	3 month	50,000	-	50,000	-	-	-	-	-	-
April 30, 2015	3 month	60,000	-	60,000	-	-	-	-	-	-
May 14, 2015	3 month	35,000	-	35,000	-	-	-	-	-	-
May 14, 2015	3 month	5,000	-	5,000	-	-	-	-	-	-
May 28, 2015	3 month	25,000	-	25,000	-	-	-	-	-	-
April 30, 2015	6 month	-	50,000	50,000	-	-	-	-	-	-
May 28, 2015	3 month	-	20,000	20,000	-	-	-	-	-	-
July 9, 2015	3 month	-	55,000	55,000	-	-	-	-	-	-
July 23, 2015	3 month	-	50,000	50,000	-	-	-	-	-	-
August 6, 2015	6 month	-	194,000	55,000	139,000	138,189	138,179	(10)	40.10	42.95
August 6, 2015	3 month	-	35,000	35,000	-	-	-	-	-	-
August 20, 2015	3 month	-	50,000	50,000	-	-	-	-	-	-
September 3, 2015	3 month	-	10,000	10,000	-	-	-	-	-	-
October 1, 2015	3 month	-	55,000	55,000	-	-	-	-	-	-
October 29, 2015	3 month	-	35,000	5,000	30,000	29,898	29,896	(2)	8.68	9.29
November 12, 2015	3 month	-	40,000	-	40,000	39,774	39,764	(10)	11.54	12.36
November 26, 2015	3 month	-	10,000	-	10,000	9,918	9,917	(1)	2.88	3.08
November 26, 2015	3 month	-	5,000	-	5,000	4,959	4,958	(1)	1.44	1.54
November 12, 2015	3 month	-	45,000	-	45,000	44,734	44,734	-	12.98	13.91
December 28, 2015	3 month	-	55,000	-	55,000	54,284	54,279	(5)	15.75	16.87
Total - December 31, 2015		**175,000**	**709,000**	**560,000**	**324,000**	**321,756**	**321,727**	**(29)**		
Total - June 30, 2015						**174,163**	**174,165**	**2**		

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		---- (Rupees in '000) ----	
6. PRELIMINARY EXPENSES AND FLOATATION COSTS			
Opening balance	6.1	**350**	575
Less: amortized during the period / (year)		**(113)**	(225)
		237	350

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.

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		---- (Rupees in '000) ----	
7. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMANT COMPANY			
Management fee	7.1	**113**	105
Federal excise duty on management fee	7.2	**601**	541
Sales tax on management fee	7.3	**18**	18
Preliminary expenses and floatation costs		**350**	575
		1,082	1,239

7.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations), the Management Company of the Fund is now entitled to a remuneration of an amount not exceeding 1 percent of average annual net assets in case of Money Market Fund through amendments in the said regulations vide SRO 1160(I)/2015 dated November 25, 2015.

During the current period, the Management Company has charged 0.4 percent per annum of daily net assets value of the Fund.

7.2 The Finance Act 2013 introduced an amendment to Federal Excise Act 2005 whereby Federal Excise Duty (FED) has been imposed at the rate of 16% of the services rendered by assets management companies. In this regard, a Constitutional Petition has been filed by certain Collective Investment Schemes through their trustees in the Honorable Sindh High Court (SHC), challenging the levy of FED on asset management services after the eighteenth amendment in the Constitution of Pakistan. In this respect, the SHC has issued a stay order against the recovery of FED. The management, as a matter of abundant caution, has decided to retain and continue with the provision of FED in the books of account aggregating to Rs. 0.601 million as at December 31, 2015 which includes charge for the period amounting to Rs. 0.059 million. Had the said provision of FED were not recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Re. 0.09 (0.17%) per unit as at December 31, 2015.

7.3 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 14% (June 30, 2015: 15%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		---- (Rupees in '000) ----	
8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	8.1	**42**	39
Sales tax on trustee fee	8.2	**6**	-
		48	39

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets value of the Fund.

8.2 The Sindh Revenue Board through Circular No. SRB 3-4/TP/01/2015/86554 dated June 13th 2015 has amended the definition of services of shares, securities and derivatives and included the custodianship services as well. Accordingly, Sindh Sales Tax of 14% is applicable on Trustee fee which is now covered under the section 2(79A) of the Sindh Finance Bill 2010 (amended upto 2015). Accordingly, the Fund has made an accrual of Rs. 0.02 million on account of Sindh Sales Tax on trusteeship services.

9. PAYABLE TO SECURITES EXCHANGE COMMISSION OF PAKISTAN

This represents non refundable annual fee payable to the SECP in accordance with the NBFC Regulations, whereby the Fund is required to pay annually an amount equal to 0.075% (June 30, 2015: 0.075%) per annum of the daily net assets value of the Fund.

	Note	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		---- (Rupees in '000) ----	
10. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		**110**	178
Provision for workers' welfare fund	10.1	**1,699**	1,699
Other		**312**	1,192
		2,121	3,069

10.1 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / Mutual Funds (CISs) 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 CISs through their trustees in the Honorable High Court of Sindh (the Court), 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 Sindh High Court (SHC) issued a judgment in response to a petition in another similar case in which it was held that the amendments introduced in the WWF Ordinance through Finance Acts, 2006 and 2008 do not suffer from any constitutional or legal infirmity.

Further in 2014, the Peshawar High Court (PHC) has also held these amendments to be ultra vires as they lacked the essential mandate to be introduced and passed through the Money Bill under the Constitution.

The Finance Act 2015 incorporated an amendment in WWF Ordinance by excluding Collective Investment Schemes (CIS) from the definition of Industrial Establishment, and consequently CIS are no more liable to pay contribution to WWF with effect from July 01, 2015. Owing to the fact that the decision of SHC on the applicability of WWF (till June 30, 2015) to the CISs is currently pending for adjudication, the Management Company has decided to make and retain provision of WWF in its books of account till June 30, 2015 which aggregates to Rs. 1.699 million. 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. 0.25 (0.49%) per unit. However, with effect from July 01, 2015, the Fund stopped making further provision of WWF in pursuance to the said amendment of the Finance Act 2015.

On June 04, 2015, the Provincial Assembly of Sindh promulgated the Sindh Worker's Welfare Fund Act, 2015 (the "SWWFA 2015"). The management company is of the view that mutual funds do not fall under the definition of financial institutions, as referred in section 2(g)(v) of the said Act and therefore its income is not subject to charge accordingly.

11. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2015 and June 30, 2015.

	(Unaudited)			
	Half year ended December 31,		Quarter ended December 31,	
	2015	2014	2015	2014
	--------------- (Rupees in '000) ---------------			
12. REMUNERATION OF THE MANAGEMENT COMPANY (inclusive of federal excise duty and sales tax)				
Management fee	**372**	982	**201**	508
Federal excise duty on management fee	**59**	157	**32**	81
Sales tax on management fee	**60**	171	**32**	89
	491	1,310	**265**	678
13. REMUNERATION OF THE TRUSTEE (inclusive of sales tax)				
Trustee fee	**139**	368	**75**	190
Sales tax on trustee fee	**20**	-	**11**	-
	159	368	**86**	190

14. TAXATION

The Fund's income is exempt from Income Tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 (the Ordinance) subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realized or unrealized, is distributed amongst the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Ordinance. As the management intends to distribute at least 90% of income earned during current year to the unit holders, therefore no provision for taxation has been made in this condensed interim financial information.

15. EARNINGS PER UNIT - BASIC AND DILUTED

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

		(Unaudited)	(Audited)
		December 31, 2015	June 30, 2015
	Note	---- (Rupees in '000) ----	
16. CASH AND CASH EQUIVALENTS			
Bank balances	4	**25,686**	109,833
Market Treasury Bills having maturity of upto three months	5.1	**183,548**	174,165
		209,234	283,998

17. TRANSACTIONS WITH CONNECTED PERSONS

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

Remuneration payable to the Management Company and the 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:

	(Unaudited)			
	Half year ended December 31,		Quarter ended December 31,	
17.1 Transactions during the period	**2015**	**2014**	**2015**	**2014**
	(Rupees in '000)			
AKD Investment Management Limited - Management Company				
Purchase of units [half year ended ended Dec. 31 (2015: 815,602 ; 2014: 698,099)]	**41,650**	36,000	**34,474**	31,500
Redemption of units [half year ended Dec. 31 (2015: 333,208 ; 2014: 1,068,920)]	**17,010**	54,716	**10,310**	31,521
Management fee	**372**	982	**201**	508
Federal excise duty on management fee	**59**	157	**32**	81
Sales tax on management fee	**60**	171	**32**	89
Remuneration paid to Management Company (inclusive of sales tax)	**423**	1,130	**158**	582
Central Depository Company of Pakistan Limited - Trustee				
Trustee fee	**139**	368	**75**	190
Sales tax on trustee fee	**20**	-	**11**	-
Remuneration paid to Trustee (inclusive of sales tax)	**150**	360	**58**	185
AKD Investment Management Limited - Staff Provident Fund				
Purchase of units [half year ended Dec. 31 (2015: 229,595 ; 2014: 103,194)]	**11,575**	5,300	**-**	5,000
Redemption of units [half year ended Dec. 31 (2015: 229,595 ;2014: 126,195)]	**11,612**	6,489	**4,154**	6,339
AKD Securities Limited				
Purchase of units [half year ended Dec. 31 (2015: 1,949,128 ; 2014: Nil)]	**100,000**	-	**100,000**	-
Redemption of units [half year ended Dec. 31 (2015: 1,949,128 ; 2014: Nil)]	**100,400**	-	**100,400**	-

	(Unaudited)			
	Half year ended December 31,		Quarter ended December 31,	
	2015	2014	2015	2014
Directors of the Management Company	------------------- (Rupees in '000)			-------------------
Saad Iqbal				
Purchase of units [half year ended Dec. 31 (2015: 99,092 ; 2014: Nil)]	**5,000**	-	**-**	-
Key Management Personnel and Others				
Spouse - Chief Executive Officer				
Purchase of units [half year ended Dec. 31 (2015: 868,491 ; 2014: Nil)]	**43,980**	-	**14,900**	-
Redemption of units [half year ended Dec. 31 (2015: 868,491 ; 2014: Nil)]	**44,043**	-	**14,908**	-
Unit holders holding 10% or more of the units in issue				
Askari General Insurance Co. Ltd.				
Purchase of units [half year ended Dec. 31 (2015: 1,539,578 ; 2014: 596,493)]	**78,787**	30,557	**67,597**	20,557
Redemption of units [half year ended Dec. 31 (2015: 2,018,201 ; 2014: 287,775)]	**101,399**	15,000	**11,363**	15,000
National Bank of Pakistan				
Purchase of units [half year ended Dec. 31 (2015: 970,683 ; 2014: Nil)]	**50,000**	-	**50,000**	-
KAPCO Employees Provident Fund				
Purchase of units [half year ended Dec. 31 (2015: 837,425 ; 2014:390,219)]	**43,100**	20,128	**43,100**	20,128
Redemption of units [half year ended Dec. 31 (2015: Nil ; 2014: 195,109)]	**-**	10,181	**-**	10,181

17.2 Amounts outstanding as at period / year end	(Unaudited) December 31 2015	(Audited) June 30, 2015
	---- (Rupees in '000)	----
AKD Investment Management Limited - Management Company		
Units held 482,394 (June 2015 : Nil)	**24,856**	-
Management fee payable	**113**	105
Federal excise duty on management fee	**601**	541
Sales tax on management fee	**18**	18
Preliminary expenses and floatation costs	**350**	575
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	**42**	39
Sales tax on trustee fee payable	**6**	-

	(Unaudited) December 31 2015	(Audited) June 30, 2015
Directors of the Management Company	---- (Rupees in '000) ----	
Saad Iqbal		
Units held 99,092 (June 2015 : Nil)	**5,106**	-
Unit holders holding 10% or more of the units in issue		
Askari General Insurance Co. Ltd.		
Units held 1,317,347 (June 2015 : 1,795,970)	**67,877**	89,999
National Bank of Pakistan		
Units held 970,683 (June 2015 : Nil)	**50,015**	-
KAPCO Employees Provident Fund		
Units held 837,425 (June 2015 : Nil)	**43,149**	-

18. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund's accounting policy on fair value measurements of investments is discussed in note 3 to these condensed interim financial statements.

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities traded.

Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at fair value at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	December 31, 2015			
	Level 1	Level 2	Level 3	Total
Investment designated at fair value through profit or loss	---------(Rupees in '000)---------			
Government securities	-	321,727	-	321,727
	-	**321,727**	**-**	**321,727**

	June 30, 2015			
	Level 1	Level 2	Level 3	Total
Investment designated at fair value through profit or loss	---------(Rupees in '000)---------			
Government securities	-	174,165	-	174,165
	-	174,165	-	174,165

19. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information were authorized for issue on February 19, 2016 by the Board of Directors of the Management Company.

20. 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.

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