



Partner with AKD
Profit from the Experience

Risk Profile of Collective Investment Schemes/Plans

Sr. No	Name of Collective Investment Scheme	Category	Risk Profile	Risk Of Principal Erosion
1	AKD Aggressive Income Fund (Formerly: AKD Income Fund)	Aggressive Fixed Income	Medium	Principal at Medium risk
2	AKD Cash Fund	Money Market	Low	Principal at Low risk
3	AKD Islamic Income Fund	Shariah Compliant Income	Medium	Principal at Medium risk
4	AKD Index Tracker Fund	Index Tracker	High	Principal at High risk
5	AKD Islamic Stock Fund	Shariah Compliant Equity	High	Principal at High risk
6	AKD Opportunity Fund	Equity	High	Principal at High risk
7	Golden Arrow Stock Fund (Formerly: Golden Arrow Selected Stocks Fund Limited)	Equity	High	Principal at High risk
8	AKD Islamic Daily Dividend Fund	Shariah Compliant Money Market	Low	Principal at Low risk

DISPUTE RESOLUTION/ COMPLAINTS HANDLING:

Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available 24/7 to provide assistance: Call at (+92-21) 111-AKD-IML (253465), Toll-free # 0800-25346, Email at info@akdinvestment.com, complaints@akdinvestment.com, Sales@akdinvestment.com. In case your complaint has not been properly redressed by us, you may lodge your complaint with SECP at the link <https://sdms.secp.gov.pk/>. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.



DISCLAIMER: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and risks involved. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.

Message from CIO's Desk

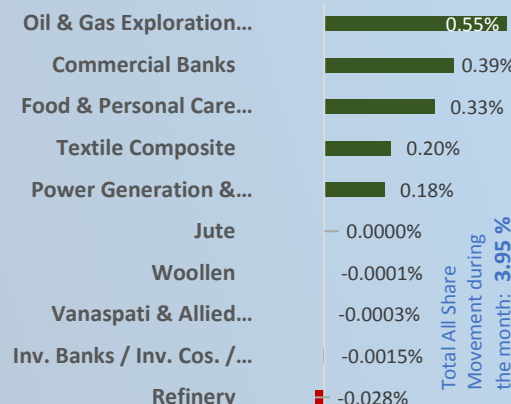
The final month of CY23 proved to be an eventful one for the equity market, mirroring the volatile conditions on the national and international front. During the first half of Dec 23, benchmark KSE100 gained 5,895.51 points to close at 66,426.78 points reaching new record levels, while the latter half was a stark reversal in trend, with the index shedding 7,255.80 points to close below a major psychological barrier of 60,000. However, the final few sessions of CY23 illustrated a moderate recovery while the index consolidated and closed at month end level of 62,451.04 (MTD 3.17% / YTD 50.66%). Major incidents and concerns which fueled the second half sell off included the (1) decision of Monetary Policy Committee (MPC) to maintain the policy rate at 22 percent contrary to market consensus of a nominal cut, as the MPC opined inflationary pressures ahead following hike in gas prices (2) sharp increase in stock financing products and (3) Gaza-Israel conflict's impact on global politics and commodity prices.

Continuing the trend of previous months, investor participation saw a significant increase of 57% with average daily volume rising to 1.031 billion shares in Dec 23 compared to 655 million shares the previous month. Foreigners remained net buyers with inflows of USD 26.72 million, major interest shown in sectors of Power Generation & Distribution--USD 7.49 M, Cement --USD 6.05 M and sectors other than Top 9 -- USD 7.37 M. On the local front only insurance companies remained major net buyers with buying of USD 7.22 M, major net buying recorded in Oil and Gas Exploration Sector -- USD 2.47M.

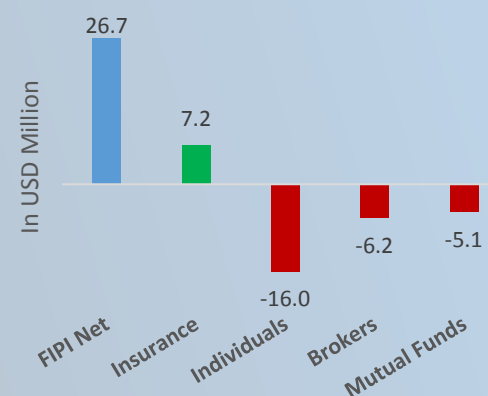
Other significant developments which influenced the markets included:

- During the month of December 2023, SBP conducted 2 MTB auctions with a realized amount of PKR 3.48 trillion. The Weighted average yield for 3 months decreased slightly by 2bps, while 6 months and 12 months increased by 4bps, and 8bps respectively to 21.3208%, 21.3634% and 21.3371%.
- The NCPI during the month of December 2023 clocked in at 29.66% YoY as compared to 29.23% in November 2023 and 24.5% in December 2022, taking 6MFY24 average NCPI to 28.79% compared to 25.02% during the SPLY. On a regional basis, Urban and Rural CPI clocked in at 30.93% and 27.86% respectively. This rise in inflation can be attributed to a 3.56% increase in prices of utilities i.e. Housing, Water, Electricity, Gas and Fuel which represents a weightage of 23.63% in the Consumer Price Index. Inflation expectation of both consumers and businesses, though improving in recent months, remain at an elevated level. Nevertheless, barring further sizable increase in administered prices, it is expected that headline inflation will decline significantly in the second half of FY24 due to contained aggregate demand, easing supply constraints, moderation in international commodity prices and favorable base effect.
- Federal Board of Revenue created history by crossing 1 trillion collections during the month. Rs.1021 Billion were collected in December, 2023 (net collection of Rs.984 billion after adjusting for refunds). Targets for the month as well as for the first six months of the current financial year were also surpassed. Target for the first six months was Rs.4425 billion (as agreed with IMF), which was surpassed by 43 billion as FBR recorded collection of Rs.4468 billion. FBR in the corresponding six months of the previous year collected Rs.3428, thus registering an increase of more than 1 Trillion.
- The Current Account recorded a surplus for the month of Nov 2023 of USD 09 million, the first since Jun 23, compared to CAD of USD 184 million (revised) in Oct 2023 taking the 5MFY24 CAD to USD 1.16 billion against USD 3.26 billion SPLY, down -64% on the back of decline in imports, increase in exports and other current transfers
- The Large Scale Manufacturing Index (LSMI) output for the month of Oct 23 decreased by 4.08% YoY, after registering two consecutive months of increase. LSMI recorded MoM decrease of 2.00% while Jul-Oct 23 period showed a decline of 0.44% when compared to SPLY. The sectors majorly contributing to the overall decline included Textile, Furniture, Automobiles & Tobacco.
- The federal government's total debt (domestic and external) at Nov 23 stood at PKR 63.4 Trillion with an YOY increase of 24.39% while MoM increase stood at 1.5%. The federal government has accrued an incremental debt of 2.5 Trillion since the start of Fiscal Year 2024.

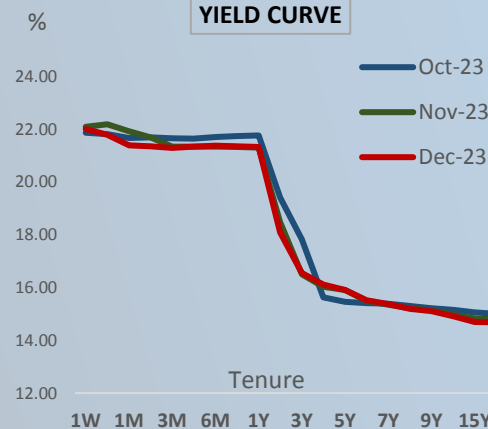
Top & Bottom 5 movers of All Share Index during the month



PORTFOLIO INVESTMENT



YIELD CURVE





AKD Cash Fund

Fund Manager's Comments

For the month of December-2023, AKD Cash Fund (AKDCF) posted an annualized return of 20.40% against the benchmark rate of 20.67%. The exposure in T-Bills was 85.34%, 11.7% in Commercial Papers / Short Term Sukuk (STS) and Cash was 1.47% at the end of December-2023. The weighted average maturity of the Fund was at 54 days.

In continuation to provide distinguished services to our Unit Holders, AKD Investment Management Limited has decided to charge Management Fee on the AKD Cash Fund once the Net Assets of the fund crosses Rs.0.5 billion and will continue charging Management Fee on following basis:

Net Asset of the Fund	Management Fee (p.a.)
● Up to Rs.1 Billion	0.40%
● Rs.1 Billion - Rs. 5 Billion	0.50%
● Over Rs. 5 Billion	1.25%

Fund Information

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

Fund Type	Open-End
Category	Money Market Scheme
Net Assets (PKR)	1,875,197,361
NAV (PKR)	56.6936
Risk Profile	Low
Risk of Principal Erosion	Principal at low risk
Benchmark	BM CF*
Dealing Days	Monday to Friday
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	0.5% per anum
Sales Load (Front End)	Nil
Sales Load (Back End)	Nil
Total Expense Ratio (Annualized)	MTD (1.16%) YTD (1.15%)
Government Levies (Annualized)	MTD (0.15%) YTD (0.15%)
Date of Fund Launch	20-Jan-12
Trustee	Central Depository Company (CDC)
Auditor	Yousuf Adil, Chartered Accountants
Stability Rating	AA+(f) by PACRA (8-Sep-23)
Asset Manager Rating	AM3++ by PACRA (27-Jun-23)
Weighted Average Maturity (Days)	54
Leverage	Nil

Fund Manager

Mr. Danyal Dawoodani	
Investment Committee Members	
Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Danyal Dawoodani
Mr. Usman Haroon, CFA, FCCA	

Cumulative Return * Geometric Mean

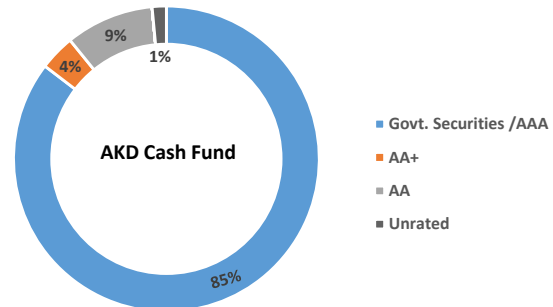
	FYTD	MTD	365 Days	3 Years**	5 Years**	Since Inception***
BM*	21.44%	20.67%	20.29%	45.60%	76.17%	9.14%
AKDCF	21.88%	20.40%	21.00%	47.13%	78.12%	9.36%
	FY23	FY22	FY21	FY20	FY19	
BM*	17.02%	9.29%	6.70%	11.69%	8.66%	
AKDCF	17.24%	9.64%	6.38%	12.24%	7.89%	

*70% three (3) months PKRV rate + 30% three (3) months average deposit rate of three(3) AA rated scheduled Banks as selected by MUFAP.

The Fund's returns are computed on NAV to NAV with dividends reinvested - (excluding sales load).

Asset Allocation (% of Total Assets)	31-Dec-23	30-Nov-23
Cash	1.47%	0.82%
Govt. Backed/Guaranteed Securities	0.00%	0.00%
Placements with Banks and DFIs	0.00%	0.00%
TBills	85.34%	86.85%
TFCs / Sukuk	0.00%	0.00%
Commercial Papers / Short Term Sukuk	11.70%	11.53%
Others including receivables	1.50%	0.79%

Credit Quality of Portfolio (% of Total Assets)



Commercial Papers /Sukuk Certificates Holdings	Rating	31-Dec-23
Lucky Electric Power Company Ltd. STS – 16-Aug-23	AA	6.59%
The Hub Power Company Ltd. STS – 08-Nov-23	AA+	2.63%
K-Electric Limited STS – 22-Sep-23	AA	1.58%
K-Electric Limited STS – 28-Aug-23	AA	0.90%
Total		11.70%

Name of non-compliant investment	Type of Investment	Value of investment before provision	Provision held (if any)	Value of investment after provision	Percentage(%) of Net Assets	Percentage (%) of Gross Assets
-	-	-	-	-	-	-

Disclosure of Sindh Workers' Welfare Fund (SWWF)

During the month of August 2021, provisioning against Sindh Workers Welfare Fund by AKDCF amounting to PKR 3.11 million has been reversed on the basis of clarification received from Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan, received on August 13, 2021. This reversal of provision has contributed towards an unusual increase in NAV of the AKDCF (0.25/unit) 0.49%. This is one-off event and is not likely to be repeated in the future.

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MUFAP's Recommended Format