AKD Investment Management Ltd.

Partner with AKD
Profit from the Experience

Risk Profile of Collective Investment Schemes/Plans

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

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.

Message from CIO

During the month of February the local market took some breather as the KSE-100 Index declined by 1.12%, subsequent to a three months positive trajectory of 16.29% taking the cumulative return for the first eight months FY2021 to 33.24%. The result season was in full swing where the Companies continued to show strong quarterly earnings growth however the positive sentiment was marred by the results of upcoming senate election to be held in the firstr week of March along with the uncertainty revolving around the outcome of FATF preliminary meeting.

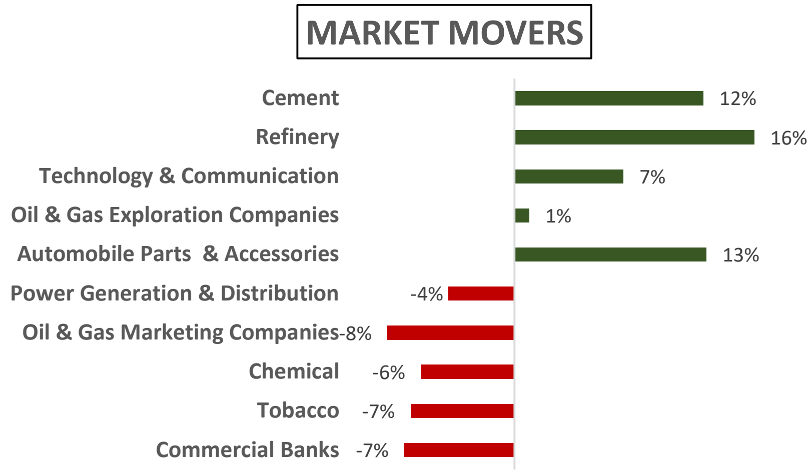
The average daily traded value during the month rose by 13.6%MoM to PKR 26 billion as compared to PKR 23 billion recorded during January 2021. However, the average daily traded volumes declined marginally by 0.31%MoM. Foreign investors remained net sellers during the month, with net outflow of USD 6.2 million, taking the cumulative outflow during 8 months of FY2021 to USD 286.66 million. Individuals and Companies remained net buyers with inflows of USD 33.7 million and USD 22.9 million respectively.

Major news events that affected the market included: (1) IMF's staff approves resumption of stalled program, (2) FATF decided to keep Pakistan on the grey list, (3) Current Account Deficit (CAD) in the month of January 2021 decreased by 55% YoY to USD 229 million compared with a deficit of USD 512 million during SPLY, (4) Pakistan's fiscal deficit arrived at PKR 1.14 trillion(2.5% of GDP) during 1HFY21 compared to PKR 995 billion (2.3% of GDP) in 1HFY20, (5) FDI during January 2021 witnessed a net inflow of USD 193 million, (6) Roshan digital accounts attracted more than USD 550 million in five months, (7) Government expecting USD 1 billion from dollar-denominated Eurobonds next month, (8) LSM output increased by 8.16% in 1HFY21, (9) OGRA allowed SNGPL to raise average price of gas, and (9) Income tax on debt profit through Roshan Digital Accounts being waived.

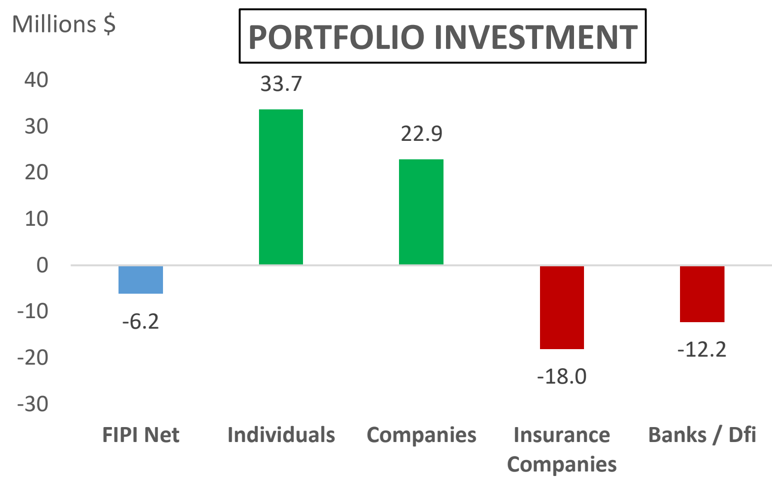
After declining since four consecutive months, CPI during the month of February 2021 surged by 8.7%YoY as compared to 5.7%YoY reported during last month. Surge in CPI can be attributed to a 9.79%YoY and 13.65%YoY increase in Food and Energy prices respectively. Analysts expected the CPI of 8.00% during February 2021.

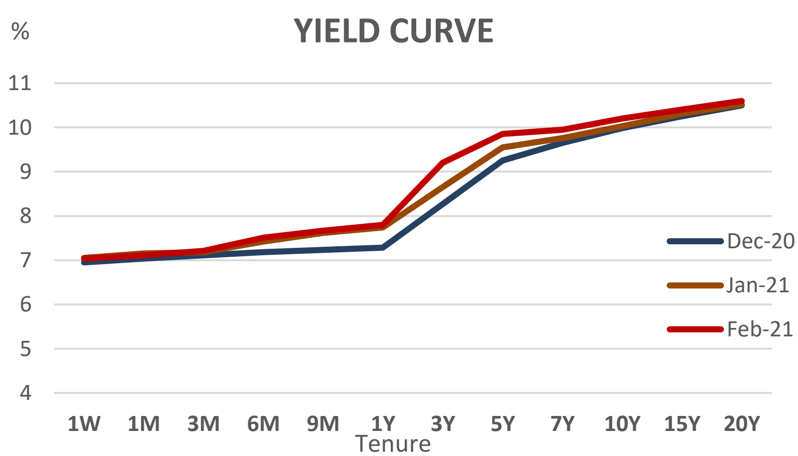
Forex reserves by the end of month of February clocked in at USD 20.13 billion local currency appreciated by 1.04%MoM to PKR/USD 158.61.

During the month, yields for short term government securities remained stable while 2 to 5 years tenure yields surged in the range of 30bps to 55bps. SBP conducted two (2) MTB auctions with cumulative target of PKR 1,400 billion against maturing amount of PKR 1,314 billion. Cut off yields for 3 months and 6 months MTB in last auction were 7.25% and 7.55% respectively. Bids for 12 months MTB were rejected by the SBP.



*Change in market capitalization during month





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AKD Cash Fund

Fund Manager's Comments

For the month of February'21 the annualized FYTD return of the AKD Cash Fund stands at 6.24% versus the benchmark FYTD return which is 6.67%. Fund's return for the month stands at 6.24%.

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 proposes to charge Management Fee as follows:

Net Asset of the Fund	Management Fee (p.a.)
• Up to Rs.1 billion	0.4%
• Rs. 1 Billion – Rs. 1.5 Billion	0.5%
• Over Rs. 1.5 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
Risk Profile	Low
Risk of Principal Erosion	Principal at Low Risk
Net Assets (PKR)	432,782,101
NAV (PKR) (Ex Div.)	52.6846
Benchmark	BM CF*
Dealing Days	Monday to Friday
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	0.40% per annum
Total Expense Ratio (*Absolute*) ++	0.69%
Sales Load (Front end)	Nil
Sales Load (Back end)	Nil
Date of Fund Launch	January, 2012
Trustee	Central Depository Company (CDC)
Auditor	Yousuf Adil Chartered Accountants
Stability Rating	AA+(f) by PACRA (22 Oct' 2020)
Asset Manager Rating	AM3++ by PACRA (8 Feb' 2021)
Weighted Average Maturity (Years)	0.12
Duration(Days)	42.92
Leverage	Nil
Fund Manager	
Mr. Danish Aslam	
Investment Committee Members	
Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Ajay Kumar, CFA
Mr. Danish Aslam	Mr. Zarak Quraishi
Mr. Bilal Shuja Zaidi	

	FYTD	MTD	1 Year	3 Year**	5 Year**	Since Inception***
BM*	6.67%	6.67%	7.68%	29.11%	43.01%	7.65%
AKDCF	6.24%	6.24%	7.96%	28.13%	42.79%	7.93%

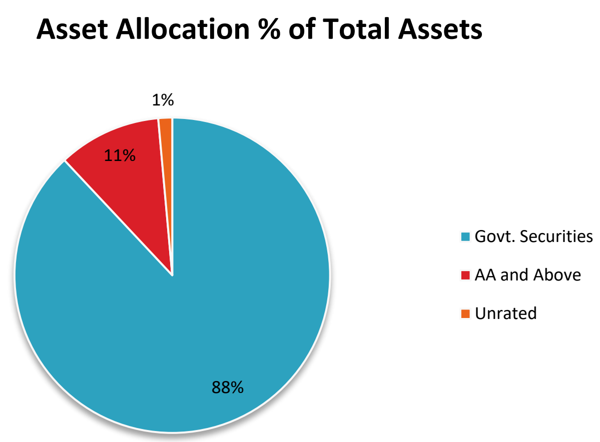
	FY20	FY19	FY18	FY17	FY16
BM*	11.69%	8.66%	5.35%	5.21%	5.42%
AKDCF	12.24%	7.89%	4.77%	6.34%	5.45%

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

Asset Allocation (% of Total Assets)	28-February-2021	31-January-2021
Cash	1.90%	0.86%
T-bills	88.02%	91.12%
Placements with Banks	0.00%	0.00%
Placements with DFIs	0.00%	0.00%
Placements with NBFCs	0.00%	0.00%
Commercial Papers	8.66%	7.79%
Reverse Repos	0.00%	0.00%
Other including Receivables	1.42%	0.24%

Rating	28-February-2021
Government Securities	88.02%
AA and above	10.56%

Credit Quality of the Portfolio [% of Total Assets]



Disclosure of Sindh Workers' Welfare Fund (SWWF): "The Scheme has maintained provisions against Sindh Workers' Welfare Fund liability to the tune of Rs. 2.84 million. If the same were not made the NAV per unit/return of the Scheme would be higher by Re. 0.35 or 0.66%.

** Cumulative Return – The Fund Returns are computed on NAV to NAV with dividends reinvested
*** Geometric mean – (excluding sales load)
++Total Expense Ratio (TER) includes 0.14% representing government levy and SECP fee.

Details of Non-Compliant Investment

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