Quarterly Report
September 30, 2025
(Un-audited)

AKD
Islamic Cash Fund

(Formerly: AKD Islamic Daily Dividend Fund)

Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit form the Experience

AKD Investment Management Ltd.

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. Khalid Mehmood

Chief Executive Officer
Mr. Imran Motiwala

Director(s)
Ms. Anum Dhedhi
Ms. Aysha Ahmed Mr.
Mr. Ali Wahab Siddiqi
Mr. Hasan Ahmed
Mr. Abid Hussain

CHIEF OPERATING OFFICER AND COMPANY SECRETARY OF THE MANAGEMENT COMPANY
Mr. Muhammad Yaqoob, CFA

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY
Mr. Muhammad Faizan Qureshi, ACMA

HEAD OF INERNAT AUDIT OF THE MANAGEMENT COMPANY
Mr. Khurram Ali

AUDIT AND RISK MANAGEMENT COMMITTEE
Mr. Abid Hussain (Chairman)
Ms. Aysha Ahmed (Member)
Mr. Ali Wahab Siddiqui (Member)
Mr. Hasan Ahmed (Member)
Mr. Khurram Ali

HUMAN RESOURCE AND REMUNERATION (HR & R) AND NOMINATION COMMITTEE
Mr.Khalid Mahmood (Chairman)
Mr. Imran Motiwala (Member)
Mr. Abid Hussain (Member)
Ms. Aysha Ahmed (Member)
Ms. Anum Dhedhi (Member)
Mr. Muhammad Yaqoob, CFA (Secretary)

RATING
AKD Investment Management Limited AM2 (AM Two) issued by PACRA

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

» Keep primary focus on investing clients' interest

» Achieve highest standards of regulatory compliance and good governance

» Prioritize risk management while endeavouring 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 leading 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), Golden Arrow Stock Fund (GASF), AKD Index Tracker Fund (AKDITF), AKD Islamic Stock Fund (AKDISSF), AKD Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), and AKD Islamic Daily Dividend Fund (AKDIDDF) is pleased to present its first quarter report along with the funds' un-audited financial statements for the quarter ended September 30, 2025.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)
For the 1QFY26, the return of AKD Opportunity Fund stood at 34.15% compared to the benchmark KSE–100 Index return of 31.73%.

Golden Arrow Stock Fund (GASF)
For the 1QFY26, the return of Golden Arrow Stock Fund stood at 33.32% compared to the benchmark KSE–100 Index return of 31.73%.

AKD Islamic Stock Fund (AKDISSF)
For the 1QFY26, the return of AKD Islamic Stock Fund stood at 28.11% compared to the benchmark KMI–30 Index return of 33.20%.

AKD Index Tracker Fund (AKDITF)
For the 1QFY26, the return of AKD Index Tracker Fund stood at 30.81% compared to the benchmark KSE–100 Index return of 31.73%.

AKD Cash Fund (AKDCF)
For the 1QFY26, the annualized return of AKD Cash Fund stood at 9.44% compared to the benchmark return of 10.66%.

AKD Islamic Income Fund (AKDISIF)
For the 1QFY26, the annualized return of AKD Islamic Income Fund stood at 9.92% compared to the benchmark return of 9.51%.

AKD Aggressive Income Fund (AKDAIF)
For the 1QFY26, the annualized return of AKD Aggressive Income Fund stood at 28.64% compared to the benchmark return of 11.20%.

AKD Islamic Cash Fund (AKDICF) - *(Formerly: AKD Islamic Daily Dividend Fund)*
For the 1QFY26, the annualized return of AKD Islamic Cash Fund *(Formerly: AKD Islamic Daily Dividend Fund)* stood at 13.16% compared to the benchmark return of 9.74%.

MACRO PERSPECTIVE

The first quarter of FY26 was defined by a strong financial market rally and continued monetary discipline, even as the economy faced significant flood-related supply shocks. The State Bank of Pakistan (SBP) maintained its policy rate at 11% throughout the quarter, prioritizing price stability and anchoring inflation expectations amid evolving risks. Investor sentiment remained robust, with the KSE-100 Index advancing by ~32% to a record close of 165,494 points by the end of quarter — reflecting confidence in macroeconomic management and structural resilience.

Monetary policy during the period remained cautious yet steady. In its September 15, 2025 Monetary Policy Committee (MPC) meeting, the SBP cited moderate headline inflation in July and August and a gradual decline in core inflation as justification for keeping rates unchanged. The decision represented a measured trade-off, viewing the flood-induced disruption as a temporary supply shock rather than a systemic demand imbalance. This stance helped preserve the fragile recovery without introducing additional monetary tightening.

Despite this stability, consumer sentiment diverged from official inflation trends. The Consumer Inflation Expectations Index rose 5.1% in July to 69.0, eased slightly to 67.5 in August, and increased 3.7% MoM in September to 70.0, reflecting persistent public concern over prices. The Asian Development Bank (ADB) echoed these concerns, forecasting average inflation of around 6% in FY26, driven by flood-related food shortages and anticipated gas tariff adjustments. This widening gap between anchored policy expectations and rising consumer sentiment highlights the risk of second-round inflationary effects if supply constraints persist longer than anticipated.

The economy's resilience against flood shocks without immediate financial instability was largely supported by fiscal consolidation achieved in the prior fiscal year. Preliminary data from the Ministry of Finance indicated that the fiscal deficit was contained at 0.2% of GDP, while the primary surplus improved to PKR 228.9 billion (0.2% of GDP), compared with PKR 107.1 billion in the same period last year. This provided the MPC confidence that the economy was "on a significantly stronger footing to withstand the negative fallout of the ongoing floods" compared to previous climate disasters, minimizing the risk of fiscal slippage despite the inevitable need for relief and reconstruction spending.

On the external front, the balance of payments remained broadly stable during the quarter, supported by robust remittance inflows and subdued import pressures. The Current Account Deficit (CAD) stood at USD 594 million, nearly unchanged from USD 504 million in the same period last year, reflecting effective external account management despite challenging conditions. Workers' remittances continued to serve as a critical stabilizing factor, rising 8.4% YoY to USD 9.53 billion in 1QFY26. However, structural weaknesses persisted, as the goods trade deficit widened 10.2% to USD 7.53 billion. Imports increased 8.3%, primarily due to post-flood reconstruction demand, while exports grew a modest 6.5%, reflecting supply-side constraints. The Pakistani rupee depreciated marginally by 1.3%, closing the quarter at PKR 281.32 per USD, indicating overall currency stability amid moderate external pressure.

Flood-related disruptions, however, weighed heavily on export performance. Food exports fell 31%, driven by steep declines in rice (-42%), Basmati rice (-44%), and vegetables (-41%), while imports of food (+35%), machinery (+21%), and transport goods (+112%) increased significantly. This shift reflected reconstruction demand and selective capital spending, but also exposed structural vulnerabilities in domestic production capacity and trade competitiveness.

High-frequency data indicated that industrial recovery remained uneven. The Large-Scale Manufacturing (LSM) Index grew 4.44% YoY in August 2025, reflecting improved activity in automobiles (+130%), cement (+18.6%), and fertilizer (+2.8%), while textiles (-0.3%), machinery (-45.4%), and petroleum products (-13.6%) contracted. The sharp decline in machinery and capital goods output suggested limited new investment, with growth driven primarily by consumer demand and inventory normalization rather than expansionary industrial activity. The MPC noted that ongoing flood impacts would likely temper near-term output gains, with FY26 growth expected to moderate relative to earlier projections.

Overall, Pakistan's macroeconomic performance in 1QFY26 demonstrated resilience in the face of climate and external headwinds. Disciplined monetary policy, fiscal prudence, and strong remittance inflows helped preserve stability despite inflationary risks and a widening trade deficit. The near-term challenge lies in managing flood-related supply pressures and tariff-induced inflation without derailing the fragile recovery.

Sustained policy continuity, targeted structural reforms, and enhanced supply-side capacity remain essential for maintaining economic stability and supporting a gradual transition from stabilization to growth in the coming quarters.

EQUITY MARKET REVIEW

The Pakistani equity market delivered a robust rally over the quarter, with the KSE-100 Index rising ~32% to close at 165,494 points by the end of September 2025. This impressive performance was underpinned by macroeconomic stabilization, a stable monetary policy environment, and strong domestic liquidity. Investor sentiment was further strengthened by the finalization of a historic trade agreement between Pakistan and the United States, focused on tapping into Pakistan's offshore oil reserves.

Momentum was reinforced by Pakistan's strategic cooperation agreement with Saudi Arabia, outlining multi-million-dollar investments in the energy and healthcare sectors. This included a $121 mn Saudi Fund for Development (SFD) package for hydropower and healthcare projects, along with a $1.2 bn oil-payment deferral, easing pressure on foreign exchange reserves and strengthening the country's external position. Additionally, the signing of the Pakistan–Saudi Strategic Mutual Defense Agreement, modeled on collective defense frameworks such as NATO, provided a further boost to investor sentiment. Beyond its geopolitical significance, the pact is expected to attract up to USD 3.5 bn in FDI from Saudi Arabia and allied Gulf partners, reinforcing confidence in Pakistan's long-term economic and security outlook. Collectively, these developments have enhanced Pakistan's standing as an emerging energy and investment hub, supported structural fiscal stability, and sustained the KSE-100's upward trajectory.

Investor participation was also strong throughout the quarter with average daily trading volume stood at 950 mn shares, up by 95% as compared to 487 mn shares in the same period last year. Foreign investors remained net sellers, with net outflows of $132.08 mn, as compared to net outflow of $21.73 mn in the same period last year. Notable selling was observed in the Oil and Gas Exploration Companies ($27.67 mn), Commercial Banks ($24.30 mn), Oil and Gas Marketing Companies ($14.52 mn), Fertilizer ($14.00 mn), and Technology and Communication ($10.14 mn). Foreign selling was majorly observed by the Mutual Funds with net purchases of $206.06 mn followed by Individuals, Companies, and NBFC with net buying of $89.00 mn, $28.14 mn, and $1.33 mn, respectively. However, Banks / DFI and Insurance Companies were major net sellers domestically, with respective divestments of $150.09 mn and $2.59 mn, respectively.

The July–September 2025 earnings season will be a key gauge for market direction, with highly leveraged sectors poised to benefit from lower borrowing costs and easing input prices. Early forecasts suggest margin improvement and stronger earnings, supporting momentum after a record FY25. The KSE-100, trading at a forward P/E of 4.6x, offers re-rating potential if earnings upgrades materialize, aided by liquidity rotation from fixed income. While external and political risks remain, they appear contained, and the near term should see continued recovery and targeted inflows into banks, construction-linked, and consumer sectors. Over the medium term, policy continuity, external stability, a rebound in agriculture and manufacturing, and gradual monetary easing are expected to support further gains. Overall, the outlook for Pakistani equities remains constructive, underpinned by improving fundamentals and resilient investor confidence.

FIXED INCOME REVIEW

During the quarter, the SBP maintained its policy rate at 11%, reflecting a disciplined monetary policy aimed at anchoring expectations amid rising risks. In the September 15, 2025 Monetary Policy Committee meeting, the SBP highlighted that inflation remained relatively moderate in July and August, alongside a slow but steady decline in core inflation, justifying the decision to keep the rate unchanged. Correspondingly, yields on government securities remained relatively stable, with the yield curve maintaining an upward slope, indicative of normal term premia and market confidence in the SBP's measured stance.

During the period, SBP conducted a total of six (6) Market Treasury Bills (MTB) auctions, where the Government managed to raise ~PKR 3.37 tn against the auction target of PKR 2.98 tn. Notably, the weighted average yields for 3, 6, and 12-month MTB were 10.81%, 10.78%, and 10.86% respectively, significantly down by 780 bps, 782 bps, and 671 bps as compared to 18.61%, 18.61%, and 17.57% during the same period last year. Moreover, the weighted average yield of 1-month MTB was 10.87% during the period.

To further address the need for liquidity, SBP also conducted three (3) auctions of fixed-rate Pakistan Investment Bonds (PIB) and was successful in raising PKR 1.64 tn. The weighted average yield for 3, 5, and 10 years fixed-rate PIB decreased by 475 bps, 367 bps, and 195 bps to 15.88%, 15.10%, and 14.11%, respectively as compared to 11.13%, 11.43%, and 12.16% during the same period last year.

In the market for Shariah Compliant instruments, a total of three (3) auctions were held for GOP Ijara Sukuk through the Pakistan Stock Exchange. These auctions, covering Variable Rental Rate (VRR), Fixed Rental Rate (FRR), and Fixed Rate Discounted (FRD) instruments, successfully raised PKR 484.11 bn, against the target of PKR 600 bn.

Looking ahead to the auction target calendars for Oct through Dec 2025, the SBP aims to raise PKR 4.50 tn by issuing 1 to 12-month MTB against the maturing amount of PKR 4.92 tn. Additionally, the SBP targets to raise PKR 1.25 tn through 2 to 15-year fixed-rate PIB whereas, PKR 950 bn is targeted to be raised through 10-year floating-rate PIB. Moreover, the Pakistan Stock Exchange issued a notice announcing auctions for the sale of GOP Ijara Sukuk, with the target of raising PKR 750 bn in the three upcoming auctions during Oct through Dec 2025.

FUTURE OUTLOOK

As Pakistan reaches the mid of FY26, the economy benefiting from stronger macroeconomic tailwinds and a supportive policy environment. The cumulative 1,000 bps reduction in the policy rate since the start of the monetary easing cycle, together with a headline CPI of 5.6% in September 2025, has normalized real interest rates, improved financing conditions, and provided businesses with access to cheaper credit, supporting capacity expansion. Following a prolonged tightening phase, private-sector credit growth is expected to gain momentum over the coming quarters, gradually translating macroeconomic stability into tangible economic growth.

The equity market outlook is cautiously constructive. Much of the current market performance reflects confidence in macroeconomic stability achieved through structural reforms. However, given the highly restrictive real interest rate environment, further normalization is expected by late Q2FY26 or early Q3FY26, which could provide stronger support for growth. In the near term, equity performance is likely to remain measured and below the previous quarter's momentum, with the corporate earnings season serving as the primary driver of market direction. Liquidity inflows are expected to gradually return to equities, though a broad-based rally appears unlikely without new catalysts.

Sectoral expectations are differentiated. Cyclical industries are positioned to benefit from improving demand, while commercial banks may face modest headwinds as monetary easing compresses net interest margins. The SBP's cautious approach, recognizing that the full impact of the rate reduction takes 18–24 months to transmit, indicates a gradual normalization process. Meanwhile, domestic political uncertainty and regional geopolitical risks remain potential constraints, underscoring the importance of sustained policy continuity and disciplined implementation to maintain investor confidence and support a stable growth trajectory.

Overall, while immediate equity market upside may be limited, the medium-term outlook is positive, supported by improving fundamentals, gradual monetary easing, and ongoing structural reforms.

For and on behalf of the board

Imran Motiwala	**Khalid Mahmood**
Chief Executive Officer	Chairman

Karachi:

FUND INFORMATION

AKD Islamic Cash Fund

(Formerly: AKD Islamic Daily Dividend Fund)

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

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

Bankers
Dubai Islamic Bank Pakistan Limited
Bank Alfalah Limited
United Bank Limited

Auditors
Riaz Ahmad and Company
Chartered Accountants
Office No. 5, 20th Floor, Bahria
Town Tower Block 2, P.E.C.H.S.
Karachi, Pakistan

AKD
Islamic Cash Fund

(Formerly: AKD Islamic Daily Dividend Fund)

Legal Advisor
Siddiqui & Raza
Barristers and Legal Consultants
Office # 301, 3rd Floor, The Plaza
Block No. 9, Clifton, Karachi.

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

Distributor
Al-Hilal Securities Advisors (Pvt.) Ltd.
ITMinds Limited.

Rating-AKDIDDF
BY PACRA: AA(f)

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund)
Interim Statement of Assets and Liabilities (Unaudited)
As at September 30, 2025

	Note	September 2025	June 2025
		(Rupees in '000)	(Rupees in '000)
ASSETS			
Bank balances	**3**	**122,208**	83,167
Investments	**4**	**123,122**	188,014
Profit receivable	**5**	**3,270**	8,694
Security Deposit & Prepayments	**6**	**427**	448
Preliminary Expenses and Floatation Cost	**7**	**492**	544
Total assets		**249,519**	280,867
LIABILITIES			
Payable to AKD Investments Management Limited -Management Company	**8**	**1,065**	1,084
Payable to Central Depository Company of Pakistan Limited - Trustee	**9**	**10**	12
Payable to the Securities and Exchange Commission of Pakistan	**10**	**12**	14
Payable against redemption of units		**235**	-
Accrued expenses and other liabilities	**11**	**7,091**	7,843
Total liabilities		**8,414**	8,953
NET ASSETS		**241,106**	271,914
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		**241,106**	271,914
CONTINGENCIES AND COMMITMENTS	12		
		(Number of units)	(Number of units)
NUMBER OF UNITS IN ISSUE		**4,783,914**	5,438,272
		(Rupees)	(Rupees)
NET ASSET VALUE PER UNIT		**50.3993**	50.0000

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund)
Interim Income Statement (Unaudited)
For the period ended September 30, 2025

	Note	September 2025 (Rupees in '000)	September 2024 (Rupees in '000)
INCOME			
Capital gain on disposal		**-**	204
Income from investments		**3,625**	17,233
Profit on Bank deposit		**2,667**	7,113
Un realized gain / (loss) on revaluation of investments		**67**	(328)
Total income		**6,359**	**24,222**
EXPENSES			
Remuneration to the Management Company	8.1	**143**	-
Sindh sales tax on remuneration of the Management Company	8.2	**21**	-
Remuneration of the Trustee	9.1	**31**	71
Sindh Sales tax on remuneration of the Trustee	9.2	**5**	10
Annual Fee Securities and Exchange Commission of Pakistan	10.1	**43**	96
Amortisation of preliminary expenses and floatation costs	7.1	**52**	52
Auditors' remuneration		**75**	74
Fund rating and annual listing fee		**51**	-
Transaction charges		**11**	-
Amortisation on premium of GoP ijarah		**45**	-
Legal and professional fee		**27**	-
Selling and Marketing Expense		**-**	275
Shariah advisor fee		**41**	-
Total expenses		**546**	**578**
Net income for the year before taxation		**5,814**	23,644
Taxation	14	**-**	-
Net income for the year after taxation		**5,814**	23,644
Allocation of net income for the period:			
Net income for the period after taxation		**5,814**	**23,644**
Income already paid on units redeemed		**(1)**	**-**
		5,813	**23,644**
Accounting income available for distribution			
- Relating to capital gains		**67**	**-**
- Excluding capital gains		**5,745**	**23,644**
		5,813	**23,644**

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund)
Interim Statement of comprehensive income (unaudited)
For the period ended September 30, 2025

	September 2025 (Rupees in '000)	September 2024 (Rupees in '000)
Net income for the period after taxation	**5,814**	23,644
Other comprehensive income for the period	**-**	-
Total comprehensive income for the period	**5,814**	23,644

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund)
Interim Cash Flow Statement (Unaudited)
For the period ended September 30, 2025

	September 2025 (Rupees in '000)	September 2024 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	**5,814**	23,644
Adjustments for:		
Un realized gain / (loss) on revaluation of investments	**(67)**	328
Amortisation on premium of GoP ijarah	**45**	
Amortisation of preliminary expenses and floatation costs	**52**	52
	5,843	24,024
(Increase) / decrease in assets		
Investments	**64,914**	19,347
Profit receivable	**5,424**	(20,857)
Security Deposit & Prepayments	**21**	(27)
Preliminary Expenses and Floatation Cost	**-**	-
	70,359	(1,537)
Increase / (decrease) in liabilities		
Payable to AKD Investments Management Limited -Management Company	**(19)**	(276)
Payable to Central Depository Company of Pakistan Limited - Trustee	**(2)**	166
Payable to the Securities and Exchange Commission of Pakistan	**(2)**	96
Payable against redemption of units	**235**	-
Accrued expenses and other liabilities	**(752)**	5,981
	(539)	5,967
Net cash flows from operating activities	**75,663**	28,454
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	**47,121**	18,068
Amount paid against redemption of units	**(79,560)**	(219,371)
Dividend Paid	**(4,183)**	(23,644)
Net cash flows from financing activities	**(36,622)**	(224,947)
Net increase in cash and cash equivalents during the period	**39,041**	(196,493)
Cash and cash equivalents at the beginning of the period	**83,167**	240,028
Cash and cash equivalents at the end of the period	**122,208**	43,535

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund)
Interim Statement of Movement In Unit Holders' Fund (Un-audited)
For the period ended September 30, 2025

	September 2025			September 2024		
	----(Rupees in '000)----			----(Rupees in '000)----		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Net assets at beginning of the period	271,914	-	271,914	532,611	-	532,611
Issue of - 936,785 units (2024 :361,362 units)						
- Capital value (at par i.e. Rs. 50 per unit)	46,839	-	46,839	18,068	-	18,068
- Element of income	282	-	282	-	-	-
Total proceeds on issuance of units	47,121	-	47,121	18,068	-	18,068
Redemption of 1.591,143 units (2024: 4,839,119 units)						
- Capital value (at par i.e. Rs. 50 per unit)	(79,557)	-	(79,557)	(219,371)	-	(219,371)
- Element of income	(2)	(1)	(3)	-	-	-
Total payments on redemption of units	(79,559)	(1)	(79,560)	(219,371)	-	(219,371)
Total comprehensive income for the period	-	5,814	5,814	-	23,644	23,644
Distribution during the period	-	(4,183)	(4,183)	-	(23,644)	(23,644)
Net income for the period less distribution	-	1,631	1,631	-	-	-
	239,476	1,630	241,106	331,308	-	331,308
Undistributed income brought forward						
- Realised income		-			-	
- Unrealised income		-			-	
		-			-	
Accounting income available for distribution						
- Relating to capital gains		67			-	
- Excluding capital gains		5,745			23,644	
		5,813			23,644	
Distribution during the period		(4,183)			(23,644)	
Undistributed gain carried forward		1,630			-	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		50.0000			50.0000	
Net assets value per unit at end of the period		50.3993			50.0000	

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Islamic Cash Fund (Formerly: Islamic Daily Dividend Fund) (the Fund) was established under a Trust Deed executed between AKD Investment Management Limited (AKDIML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Trust Deed on November 10, 2021 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 on February 17, 2023. The Fund commenced operations from February 18, 2023. 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. February 18, 2023.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. 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 offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.

The Fund is categorised as 'Money Market Fund' as per circular 7 of 2008 by SECP. The principal activity of the Fund is to make investments in government securities, treasury bills, cash and near cash instruments, money market placements, deposits with banks, certificate of deposits, certificate of musharakas, commercial papers and reverse repos.

The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.

The Management Company has been assigned a quality rating of "AM2+" by the Pakistan Credit Rating Agency Limited (PACRA) on May 07, 2025. The Fund has been given initial stability rating of 'AA(f)' by PACRA on July 18, 2025.

The Fund is establish through a Trust Deed (the Deed) registration # KAR/ST/194-2021dated November 10, 2021 under the Sindh Trusts Act, 2020.

The Fund is categorised as an open ended Shariah Complaint (Islamic) Income Scheme in accordance with Circular 7 of 2009, issued by the Securities and Exchange Commission of Pakistan (SECP). Al-Hilal Shariah Advisors (Private) Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, along with Part VIIIA of the repealed Companies Ordinance 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2025.

2.1.3 These condensed interim financial statements are unaudited. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 30 September 2025.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except the certain investments which are measured at fair value.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency. The amounts are rounded off to the nearest thousand rupees except stated otherwise.

2.4 SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual
financial statements of the Fund for the year ended June 30, 2025.

2.5 Earnings per unit

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.

		Note	Un-Audited September 30 2025	Audited June 30 2025
			(Rupees in '000)	
3	**BANK BALANCES**			
	saving accounts			
		3.1	122,208	83,167
			122,208	83,167

3.1 These represents profit and loss sharing accounts maintained with various banks carrying profit at the rate ranging from 9.75% to10% (June 30, 2025: 6% - 9.75%) per annum.

		Note	Un-Audited September 30 2025	Audited June 30 2025
			(Rupees in '000)	
4	**INVESTMENTS**			
	At amoritsed cost			
	Short Term Sukuk	4.1	26,000	43,000
	At fair value through profit or loss			
	GOP ijara sukuks	4.2	65,122	145,014
	Certificate of musharka	4.3	32,000	-
			123,122	188,014

4.1 Short Term Sukuk

Name of investee Company	Rate of return per annum	Issue date	Maturity date	Opening balance	Purchased during the period	Sold / matured during the period	As at September 30, 2025	Carrying value as at September 30, 2025	Market value as a percentage of: Investments	Net assets
	(%)			Number of certificates					------------ (%) --------------	
Power Generation and Distribution										
K-Electric Limited	11.08%	12-Jun-25	12-Dec-25	4,000	-	-	**4,000**	**4,000**	3%	2%
Pakistan Telecommunication Co. Ltd.	11.21%	19-Mar-25	19-Sep-25	7,000		7,000	**-**	**-**	0%	0%
Pakistan Telecommunication Co. Ltd.	11.20%	18-Sep-25	18-Mar-26	-	22,000	-	**22,000**	**22,000**	18%	9%
Lucky Electric Power Company Limited	11.38%	14-Feb-25	15-Aug-25	32,000	-	32,000	**-**	**-**	0%	0%
September 30, 2025							**26,000**	**26,000**		
June 30, 2025							**43,000**	**43,000**		

4.2 GOP ijara sukuks

Name of Security	Rate of return per annum	Opening balance	Purchased during the period	Sold / matured during the period	As at September 30, 2025	Carrying value as at September 30, 2025	Market value as at September 30, 2024	Unrealised diminution as at September 30, 2024	Market value as a percentage of: Investments	Net assets
		Number of certificates							------------ (%) --------------	
PK05S2907256	-	1,450	-	1,450	-	-	**-**	-	0%	0%
PK05S0912258	10.3%	-	65,000	-	65,000	65,054	65,122	67	53%	27%
September 30, 2025							**65,122**	\		
June 30, 2025							**145,014**			

4.3 Cerificate of Mudaraba

Name of Security	Rate of return per annum	Opening balance	Purchased during the period	Sold / matured during the period	As at September 30, 2025	Carrying value as at September 30, 2025	Market value as at September 30, 2024	Unrealised diminution as at September 30, 2024	Market value as a percentage of: Investments	Net assets
Zarai Taraqiati Bank Ltd	10.5%	-	358,000	326,000	32,000	32,000	32,000	-	0%	0%
September 30, 2025						-	**-**	-		
June 30, 2025						-	**-**	-		

		Un-Audited September 30 2024	Audited June 30 2025
		--------- (Rupees in '000) ---------	
5	**PROFIT RECEIVABLE**		
	Profit receivable on		
	- Bank deposits	**830**	242
	- Short term sukuks	**333**	1,642
	-GOP ijara sukuks	**2,108**	6,810
		3,270	8,694

		Note	Un-Audited September 30 2024	Audited June 30 2025
			--------- (Rupees in '000) ---------	
6	**SECURITY DEPOSIT AND PREPAYMENTS**			
	Security deposit with Central Depository Company of Pakistan Limited		**200**	200
	Prepaid CDS Annual Fee		**48**	-
	Prepaid Shariah Advisory Fee		**73**	107
	Prepaid Rating Fee		**90**	141
	Prepaid Legal & Professional		**-**	-
	Prepaid KSE Annual Listing Fee		**16**	-
	Other receiveables		**-**	-
			427	448
7	**PRELIMINARY EXPENSES AND FLOATATION COST**			
	Preliminary Expenses and Floatation Cost	7.1	**544**	749
	Less: amortised during the period		**(52)**	(205)
			492	544

7.1 Preliminary Expenses and Floatation Cost represent expenditure incurred prior to the commencement of operations of the Fund and are beir amortised over a period of five years commencing from February 17, 2023.

			Un-Audited September 30 2024	Audited June 30 2025
			--------- (Rupees in '000) ---------	
8	**PAYABLE TO AKD INVESTMENTS LIMITED - MANAGEMENT COMPANY**			
	Management fee payable	8.1	**31**	47
	Sindh sales tax payable on remuneration of management company	8.2	**5**	7
	Payable against formation cost		**1,030**	1,030
			1,065	1,084

8.1 The Management Company has charged remuneration at the 0.25% (2025: 0.25%).

8.2 Sindh Sales Tax on services at the rate of 15% (June 30, 2025: 15%) on gross value of management fee under the provisions of Sindh Sales Ta on Services Act, 2011.

8.3 In accordance with Regulation 60 of the NBFC Regulation 2008, the management company is entitled to charge fees and expenses for tl regsitrar services , accounting, operation and valution services, related to a Collective Investment Scheme (CIS)

Effective from April 1, 2025, the management company has not charged any expense per annum of the average net assets of the Fund.

During the year, the management company discontinued charging management expenses with effect from April 1 and commenced chargir management remuneration instead..

		Note	Un-Audited September 30 2024	Audited June 30 2025
			--------- (Rupees in '000) ---------	
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**			
	Trustee remuneration payable	9.1	**9**	10
	Sindh Sales Tax payable on trustee remuneration	9.2	**1**	1
	CDS Charges Payable		**1**	1
			10	12

9.1 The Trustee is entitled to a remuneration to be paid monthly 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 of the Fund. The remuneration is paid to the Trustee at 0.055% per annum of net assets on monthly basis in arrears

9.2 Sindh Sales Tax at 15% (30 June 2025: 15%) Is charged on Trustee fee.

9.3 The remuneration is paid to the Trustee on a monthly basis in arrears.

		Note	Un-Audited September 30 2024	Audited June 30 2025
			--------- (Rupees in '000) ---------	
10	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**			
	Annual fee payable to the SECP	10.1	**12**	14

10.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 all Collective Investment Scheme are required to monthly fee, to the Securities and Exchange Commission of Pakistan, an amount equal to 0.75% (June 30, 2024: 0.075 %) of the average annual net assets of the scheme.

		Un-Audited September 30 2024	Audited June 30 2025
11	**ACCRUED EXPENSES AND OTHER LIABILITIES**	--------- (Rupees in '000) ---------	
	Auditors Remuneration Payable	**220**	212
	Withholding and Capital gain Tax Payable	**6,566**	7,486
	Brokerage payable	**147**	145
	Legal and professional	**81**	-
	Other liabilities	**78**	-
		7,091	7,843

12 CONTINGENIES & COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2025 and June 30, 2025.

13 TOTAL EXPENSE RATIO

The total expense ratio of the Fund from July 01, 2025 to September 30, 2025 is 1.33% annualised, which includes 0.23% representing government levy and SECP fee.. This ratio is within the maximum limit of 2.0% prescribed under the NBFC Regulations.

14 TAXATION

The Fund's income is exempt from Income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject tc the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realisec or unrealised, is distributed amongst the unit holders by way of cash dividend.

Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required distribute 90% of the net accounting income other than capital gains to the unit holders in cash. The Fund is also exempt from the provision Section 113 (minimum tax) and section 113 C (Alternate Corporate tax) under clause 11A of Part IV of the second Schedule to the income Ta Ordinance, 2001. Since the management intends to distribute the income earned by the Fund during the period to the unit holders in cash in th manner as explained above. Accordingly, no provision for taxation has been made in this condensed interim financial information

15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons of the Fund include AKD Investment Management Limited (being the Management Company) and its relate entities, Central Depository Company of Pakistan Limited (being the Trustee of the Fund), other collective investment schemes managed by th Management Company, any person or trust beneficially owning (directly or indirectly) ten percent or more of the capital of the Manageme Company or the net assets of the Fund, directors and their close relatives and key management personnel of the Management Company.

Transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined accordance with market rates.

Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 ar the Trust Deed respectively.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclose elsewhere in these interim financial information, are as follows:

	Un-Audited September 30 2024	Audited June 30 2025
	--------- (Rupees in '000) ---------	
15.1 Details of balances with related parties / connected persons as at period end		
AKD Investment Management Limited - Management Company		
Remuneration to Management Company	**31**	47
Sales Tax on Management remuneration	**5**	7
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	**9**	10
Sindh Sales Tax on trustee remuneration	**1**	1
CDS charges	**1**	1
Unit holders holding 10% or more of the units in issue		
Waseem Zafar		
Outstanding units: Nil (2025: 16,532 units)	**-**	827
Cheerat Cement Company Limited Staff Gratuity Fund		
Outstanding units: Nil (2025: 87,467 units)	**-**	4,373
National Management And Consultancy Services Private Limited		
Outstanding units: Nil (2024: Nil units)	**-**	-
M3 Technologies Pakistan (Pvt.) Ltd.		
Outstanding units: 3,028,600 units (2025: 2,974,486 units)	**152,639**	148,725
Askari General Insurance Company Ltd Window Takaful Operations PTF Investment		
Outstanding Units: Nil units (2025: 538,568)	**-**	26,928
Muhammed Bilal		
Outstanding units: 496,717 units (2025: Nil units)	**25,034**	-
Key management personnel of the management company		
Imran Motiwala units: 4,671 units (2025: Nil units)	**235**	-

15.2	Details of transactions with related parties / connected persons during the period	September 2025 (Rupees in '000	September 2024 (Rupees in '000)
	AKD Investment Management Limited - Management Company		
	Management remuneration	**143**	-
	Sales Tax on Management Remuneration	**21**	-
	Central Depository Company of Pakistan Limited - Trustee		
	Trustee remuneration	**31**	71
	CDS Charges	**9**	8
	Sindh Sales Tax on trustee remuneration and CDS Charges	**5**	10
	Key management personnel of the management company		
	Units issued: 8,645 (2024: Nil)	**8,645**	-
	Redemption of units: 3,975 (2024: Nil)	**200**	-
	Unit holders holding 10% or more of the units in issue		
	M3 Technologies Pakistan Private Limited		
	units issued: 134 (2024:Nil)	**7**	-
	Dividend re-investment units: 54,506 (2024: Nil)	**2,732**	3,941
	Redemption of units : 525 (2024: Nil)	**26**	-
	Muhamamd Bilal		
	Unit issued: 469,717 (2024: Nil)	**25,000**	-
	NATIONAL MANAGEMENT AND CONSULTANCY SERVICES PVT LIMITED		
	units issued: Nil (2024: Nil)	**-**	-
	Dividend Paid	**-**	9,178
	Redemption of units : Nil (2024: 4,000,000)	**-**	200,018
	ASKARI GENERAL INSURANCE COMPANY LTD WINDOW TAKAFUL OPERATIONS OPF INVESTMENT		
	units issued: Nil (2024: Nil)	**-**	-
	Redemption of units : 547,990. (2024: Nil)	-	
	Dividend Paid	-	1,286
	ASKARI GENERAL INSURANCE COMPANY LTD WINDOW TAKAFUL OPERATIONS PTF INVESTMENT		
	units issued: Nil (2024: Nil)	-	-
	Redemption of units : 547,990. (2024: Nil)	27,400	-
	Dividend re-investment units: 9,423 (2024: Nil)	471	-
	Dividend Paid	-	1,863

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

16 IFRS 13 establishes a single source of guidance unde IFRS for all fair value measurements and disclosures about fair value measurement where such measurement are required as permitted by other IFRS. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participation at the measurement date (i.e.an exit price). Adoption of IFRS 13 has not affected the interim financial information.

16 Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date . The estimated fair value of all other financial assets and liabilities is considered not significally different from book value.

16 The following table shows financial instruments recognised at fair value , analyzed between those whose fair value is based on:

Level 1 : Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities .

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

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

The table below analyze financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurements is categorized:

	--------- As at September 30, 2025 --------			
	Level 1	**Level 2**	**Level 3**	**Total**
ASSETS	------------------ (Rupees in '000) ------------------			
Investments	**123,122**	**-**	**-**	**123,122**

	--------- As at June 30, 2025 --------			
	Level 1	Level 2	Level 3	Total
	------------------ (Rupees in '000) ------------------			
ASSETS				
Investments	**188,014**	**-**	-	188,014

17 GENERAL

17 These condensed interim financial information are unaudited.

17 These condensed interim financial information are presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest of thousand rupees.

18 DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial information were authorized for issue on ________________ by the Board of Directors of the Management Company.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**