

ANNUAL REPORT 2024



Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit from the Experience

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. Ali Wahab Siddiqi
Mr. Hasan Ahmed
Mr. Abid Hussain
Mr. Khalid Mehmood
Mr. Imran Motiwala

CHIEF OPERATING OFFICER AND COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob Sultan, CFA

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Munir Abdullah

HEAD OF INERNAT AUDIT OF THE MANAGEMENT COMPANY

Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW)

AUDIT AND RISK MANAGEMENT COMMITTEE

Mr. Abid Hussain (Chairman)
Ms. Aysha Ahmed (Member)
Mr. Ali Wahab Siddiqi (Member)
Mr. Hasan Ahmed (Member)
Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW) (Secretary)

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 Sultan, CFA (Secretary)

RATING

AKD Investment Management Limited AM3++ (AM Three Plus Plus) 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 annual report along with the Funds' audited Financial Statements for the year ended June 30, 2024.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the FY24, the return of AKD Opportunity Fund stood at 27.28% compared to the benchmark KSE-100 Index return of 89.24%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 2.75 per unit to the unit holders during the year ended June 30, 2024.

Golden Arrow Stock Fund (GASF)

For the FY24, the return of Golden Arrow Stock Fund stood at 61.40% compared to the benchmark KSE-100 Index return of 89.24%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 0.50 per unit to the unit holders during the year ended June 30, 2024.

AKD Islamic Stock Fund (AKDISSF)

For the FY24, the return of AKD Islamic Stock Fund stood at 94.74% compared to the benchmark KMI-30 Index return of 78.70%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 5.85 per unit to the unit holders during the year ended June 30, 2024.

AKD Index Tracker Fund (AKDITF)

For the FY24, the return of AKD Index Tracker Fund stood at 84.42% compared to the benchmark KSE-100 Index return of 89.24%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 2.00 per unit to the unit holders during the year ended June 30, 2024.

AKD Cash Fund (AKDCF)

For the FY24, the return of AKD Cash Fund stood at 22.32% compared to the benchmark return of 20.90%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 10.90 per unit to the unit holders during the year ended June 30, 2024.

AKD Islamic Income Fund (AKDISIF)

For the FY24, the return of AKD Islamic Income Fund stood at 20.52% compared to the benchmark return of 10.10%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 9.90 per unit to the unit holders during the year ended June 30, 2024.

AKD Aggressive Income Fund (AKDAIF)

For the FY24, the return of AKD Aggressive Income Fund stood at 21.40% compared to the benchmark return of 21.88%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 10.45 per unit to the unit holders during the year ended June 30, 2024.

AKD Islamic Daily Dividend Fund (AKDIDDF)

For the FY24, the return of AKD Islamic Daily Dividend Fund stood at 20.31% compared to the benchmark return of 10.28%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution of Rs. 9.27 per unit to the unit holders during the year ended June 30, 2024.

MACRO PERSPECTIVE

Since the onset of FY24, Pakistan's economic growth prospects have shown marked improvement, supported by prudent policy measures enacted by the Government and the successful completion of the IMF Stand-by Arrangement program. This progress has facilitated the resumption of inflows and the rollover of debt from multilateral and bilateral partners, alleviating pressure on the current account. As anticipated, the Country's real GDP growth reached 2.38% in FY24, reflecting ongoing challenges as inflation persisted above the target range and certain monetary and fiscal policy reforms implemented, which were necessary to ensure financial stability amid elevated external and domestic financing needs. This fiscal year also marks the initiation of the monetary easing cycle, following a considerable period

during which the State Bank of Pakistan (SBP) maintained a cautious monetary policy stance, keeping the policy rate at a historically high level of 22%.

In its last meeting on September 12, 2024, the Monetary Policy Committee (MPC) of the State Bank of Pakistan decided to further reduce the policy rate by 200 bps to 17.50%. The SBP premised its decision on sharp decline in inflation over preceding two months, which has somewhat outpaced the Committee's earlier expectations. This decline is primarily attributed to delays in implementing planned increases in administered energy prices, as well as favorable trends in global oil and food prices. In light of recent economic developments and potential risks to the inflation outlook, the MPC assessed that the real interest rate to still be adequately positive, positioning it to guide inflation toward the medium-term target of 5 – 7 percent and help ensure macroeconomic stability.

In August 2024, the National Consumer Price Index (NCPI) fell to a single-digit rate of 9.64% YoY, down from 11.09% in July 2024 and significantly lower than 27.38% in August 2023, taking the average inflation for the first two months of FY25 to 10.36%. On MoM basis, the NCPI increased by 0.39%, driven primarily by a 1.46% rise in the Food Index, attributed to higher prices of food items, and a general rise in prices across other sectors. Regionally, Urban and Rural CPI were recorded at 11.71% and 6.73%, respectively. While prices for food and other essential items saw an increase during the month, the overall CPI declined, influenced by a high base effect and a 1.40% reduction in the Housing Index on a MoM basis. Looking forward, inflation is projected to continue its downward trajectory, supported by a sufficiently tight fiscal and monetary policy.

On the external front, the current account recorded a surplus of USD 75 million in August 2024, compared to a revised deficit of USD 246 million in the previous month. This brings the Current Account Deficit (CAD) for the first two months of FY25 to USD 171 million, reflecting an impressive 81% reduction from USD 893 million during the same period last year. Furthermore, the CAD for FY24 was reported at USD 665 million, down significantly from USD 3.28 billion, marking an 80% YoY reduction. This noteworthy decline in the CAD is primarily driven by a decrease in the trade deficit with a marked increase in overseas workers' remittances and higher other current transfers. Total imports for FY24 amounted to USD 63.28 billion, a 3% increase compared to the previous year. However, this rise was more than offset by a significant increase in total exports, which reached USD 38.90 billion, reflecting a 10% YoY growth.

Moreover, a stable exchange rate has contributed to a boost in workers' remittances, which totaled USD 30.25 billion in FY24, representing an 11% increase from USD 27.33 billion in the same period last year. This improvement in the external sector indicates a positive momentum in trade and remittances, enhancing the country's balance of payments and overall economic stability.

According to the data released by the SBP, the foreign exchange reserves held by the central bank stood at USD 9.39 billion by the end of FY24, with the Country's liquid foreign exchange reserves reaching USD 14.00 billion. This marks a remarkable 53% increase since the beginning of the fiscal year. This surge can be primarily attributed to the disbursement of tranches under the IMF Stand-by Arrangement and other inflows from friendly countries. Additionally, this growth has been bolstered by an uptick in export

earnings and elevated overseas workers' remittances. This increase in reserves not only enhances the Country's ability to meet its external obligations but is also likely to strengthen investor confidence in Pakistan's economic prospects. Currently, the total liquid foreign exchange reserves are USD 14.87 billion as on September 20, 2024.

During FY24, the Federal Board of Revenue (FBR) collected PKR 9,306 billion, surpassing the ambitious assigned target of PKR 9,252 billion by a significant margin of PKR 54 billion, and registering a growth of 30% compared to the same period last year. With a tax collection target of PKR 9,252 trillion for FY24, ~29% higher from the previous year's collection, the FBR has been making continuous efforts such as broadening the tax base and imposing taxes on sectors historically under-taxed to achieve its goal. Meanwhile, the Government's fiscal policy has been centered on maintaining a primary balance surplus, demonstrating fiscal discipline and stability essential for continued support from international financial institutions.

The Government's persistent efforts to attract foreign investment, coupled with the relative stability in exchange rates, have yielded promising results so far, evident by the net foreign investments reaching USD 1,519 million in FY24, a significant growth of 153% YoY. Out of the total foreign inflows USD 2,022 million, China and Hong Kong accounted for USD 927 million, representing 46% of the total. Other significant investments originated from the United Kingdom, amounting to USD 286 million (14%), and the United States, contributing USD 184 million (9%). These figures indicate a diversified investor base and highlight the attractiveness of Pakistan's investment environment to major global players.

EQUITY MARKET REVIEW

During the fiscal year 2023-24, the Equity market delivered exceptional performance, gaining 36,992 points for an impressive return of 89.24%, with the benchmark index closing at 78,445 points. This strong performance was driven by several key factors. The market thrived on improving macroeconomic indicators, including a strengthening currency, amid essential measures taken by the government to ensure the country's long-term sustainability. Bullish sentiment was further fueled by the successful completion of the IMF Stand-by Arrangement, timely formation of a new government, and a notable decline in inflation reaching a 30-month low at 11.76% YoY in May 2024, contributing to a more stable economic environment.

The external account also showed significant improvement, with 80% YoY reduction in the current account deficit, alongside record high overseas workers' remittances of USD 3.24 billion in May 2024. Additionally, a roughly 3% appreciation of the rupee against the US dollar, the initiation of a reversal in the monetary cycle, and albeit tough budgetary measures pathing the way to continuity in IMF funding collectively boded well for the market sentiment.

During the period, investor participation exhibited a substantial increase of 138% YoY, with an average daily traded volume of 455 million shares, compared to 191 million shares in the same period last year. Foreign Investors Portfolio Investment (FIPI) also saw significant growth, recording net inflows of USD

140.77 million, a notable rise from USD 1.57 million in the previous year. Key sectors attracting foreign capital included Commercial Banks (USD 59.81 million), Fertilizer (USD 18.44 million), and Power Generation and Distribution (USD 16.48 million). Domestically, only Insurance Companies and Corporations were net buyers, with net purchases of USD 126.34 million and USD 35.65 million, respectively. Conversely, other domestic participants, including Banks/DFIs, Individuals, and Mutual Funds, emerged as major net sellers, with respective divestments of USD 141.29 million, USD 59.63 million, and USD 46.92 million.

In terms of sector performance, top gainers during the period were led by Commercial Banks (+114.78%), followed by Oil & Gas Exploration Companies (+72.53%), Food & Personal Care Products (+60.40%), Fertilizer (+65.35%), and Cement (+59.27%). Conversely, sectors experiencing declines included Chemical (-49.11%), Modarabas (-42.13%), Property (-6.54%), and Vanaspati & Allied Industries (-1.72%).

Over the past decade, the KSE-100 Index has yielded an annualized return of 10.2%. However, during the same period, the USD appreciated by ~10% annually against PKR, dissuading foreign investors from Pakistan's equity market. This trend shifted in FY24, with the PKR appreciating by ~3% against the USD, closing at 278.34 by the end of June 2024. This relative stability in exchange rates has sparked renewed foreign interest, as evidenced by significant net foreign buying during this period. Therefore, ensuring this exchange rate stability becomes a critical task for the new government, necessitating strategic administrative actions to maintain and enhance this positive trajectory.

Looking ahead, the equity market outlook appears promising, supported by the Country's stable and improving macroeconomic conditions as stock valuations remain attractive. Furthermore, progress in securing approval for a new IMF program and potential inflows from other sources are expected to be a major impetus for the market. However, the political uncertainty remains the most significant downside risk which could lead to policy / reform slippages and delays adversely affecting economic and market performance. While the overall sentiment is optimistic, investors should stay cautious and responsive to these challenges.

FIXED INCOME REVIEW

Throughout the year, the State Bank of Pakistan has consistently adhered to a cautious monetary policy stance, keeping the policy rate at a historically high level of 22% until implementing monetary easing in June 2024. This conservative stance was necessitated by ongoing inflationary pressures, which, despite a notable deceleration in last few months, remained elevated, with the average NCPI for the period at 23.41% YoY as of June 2024.

The decision to maintain the heightened policy rate during the year has resulted in elevated yields on government debt securities. Consequently, these securities have attracted substantial investor interest, as investors seek enhanced returns offered by government debt securities, despite the alternative of a high-performing equity market.

During the period, SBP conducted a total of twenty six (26) Market Treasury Bills (MTB) auctions, where the Government managed to raise PKR 21.68 trillion against the auction target of PKR 21.10 trillion. Notably, the weighted average yields for 3, 6, and 12-month MTB were 21.69%, 21.61%, and 21.41% respectively, up by 362 bps, 358 bps, and 334 bps as compared to 18.07%, 18.03%, and 18.07% during the same period last year.

To further address the need for liquidity, SBP also conducted twelve (12) auctions of fixed-rate Pakistan Investment Bonds (PIB) and was successful in raising PKR 1.49 trillion. The weighted average yield for 3, 5, and 10 years PIB increased by 248 bps, 229 bps, and 134 bps to 17.70%, 15.62%, and 14.28% respectively, as compared to 15.22%, 13.32%, and 12.94% during the same period last year.

In the market for Shariah Compliant instruments, a significant milestone was reached with the decision to conduct primary market auctions of GOP Ijara Sukuk through capital markets. This aims to broaden the investor base, increase transparency, and foster competitive pricing for government debt securities. A total of sixteen (16) auctions were held for GOP Ijara Sukuk, including those conducted 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 1.89 trillion, against the target of PKR 2.00 trillion.

Looking ahead to the auction target calendars for September through November 2024, the State Bank of Pakistan aims to raise PKR 3.48 trillion by issuing 3 to 12-month MTB against the maturing amount of PKR 4.59 trillion. Additionally, the SBP targets to raise PKR 500 billion through 2 to 10-year fixed-rate PIB against maturing amount of PKR 534 billion whereas, PKR 2.32 trillion is targeted to be raised through 2 to 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 860 billion.

STATEMENT OF CORPORATE AND FINANCIAL REPORTING FRAMEWORK

- (a) The financial statements, prepared by the Management of the Company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and movement in unit holders' funds.
- (b) Proper books of account of the Funds have been maintained.
- (c) Appropriate accounting policies have been consistently applied in preparation of the financial statements and accounting estimates are based on reasonable and prudent judgments.
- (d) International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departures there from have been adequately disclosed.
- (e) The system of internal control is sound in design and has effectively implemented and monitored.
- (f) There are no significant doubts upon the Funds' ability to continue as a going concern.
- (g) Statutory payments, taxes, duties, levies and charges, if any have been properly disclosed in the financial statements.
- (h) Summary of key financial data / performance tables is appended to the Financial Statements of the Funds.
- (i) The Pattern of unit holdings is appended to the Financial Statements of the Funds.
- (j) The statement showing the attendance of Directors in BOD meetings and Audit Committee meetings is as under:

S.No.	Name of Director	MEETINGS ATTENDANCE						Attended	Leave
		30-Apr-24	29-Mar-24	31-Oct-23	22-Sep-23	05-Jul-23			
1	Mr. Abdul Karim Memon*	—	—	—	✓	✓	2	0	
2	Mr. Imran Motiwala	✓	✓	✓	✓	✓	5	0	
3	Ms. Anum Dhedhi	✓	✓	✓	✗	✓	4	1	
4	Mr. Hasan Ahmed	✓	✓	✓	✓	✓	5	0	
5	Ms. Aysha Ahmed	✓	✓	✓	✓	✓	5	0	
6	Mr. Ali Wahab Siddiqui	✓	✓	✓	✓	✓	5	0	
7	Mr. Abid Hussain	✓	✓	✓	✗	✓	4	1	
8	Mr. Khalid Mahmood*	✓	✓	✓	—	—	3	0	

*Elected on October 10, 2023 in place of retiring director Mr. Abdul Karim Memon

S.No.	Name of Director	MEETINGS ATTENDANCE				Attended	Leave
		29-Apr-24	29-Mar-24	31-Oct-23	22-Sep-23		
1	Mr. Ali Wahab Siddiqui	✓	✓	✓	✓	4	0
2	Mr. Hasan Ahmed	✓	✓	✓	✓	4	0
3	Ms. Aysha Ahmed*	✓	✓	✓	—	3	0
4	Mr. Abid Hussain**	✓	✓	—	—	2	0

*Appointed on October 31, 2023 **Appointed on March 29, 2024

- (k) There have been no trades in the units of the Funds carried out by the Directors, CEO, CFO, CIO, COO, Company Secretary and their spouses and minor children of the Management Company other than as disclosed below and in the note to the financial statements:

S.No.	Trades by	Designation	Investment (No of Units)	Redemption (No of Units)
AKD OPPORTUNITY FUND				
1	Khalid Mahmood	Director	195,055	-
2	Shifa Khalid	Spouse - Director	58,425	33,819
AKD ISLAMIC INCOME FUND				
1	Mr. Imran Motiwala	CEO & Director	86,219	86,261
2	Mrs. Sehr Imran Motiwala	Spouse - CEO & Director	389,269	390,328
4	Mrs. Maliha Yaqoob	Spouse - COO & Company Secretary	53,616	53,616
5	Shifa Khalid	Spouse - Director	59,820	92,239
5	Khalid Mahmood	Director	782	307,641
5	Ali Wahab Siddiqui	Director	178,776	93,530
5	Muhammad Amin Yaqoob	Minor Children - COO & Company Secretary	-	424
5	Abdul Rehman Yaqoob	Minor Children - COO & Company Secretary	-	424
5	Ayesha Yaqoob	Minor Children - COO & Company Secretary	-	424
AKD CASH FUND				
1	Mr. Imran Motiwala	CEO & Director	61,131	61,131
2	Mrs. Sehr Imran Motiwala	Spouse - CEO & Director	558,283	612,900
GOLDEN ARROW STOCK FUND				
5	Ali Wahab Siddiqui	Director	374,012	-
5	Khalid Mahmood	Director	199,580	-
5	Shifa Khalid	Spouse - Director	-	59,701

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

- i. The total number of directors are seven as follows:
 - a) Male: Five
 - b) Female: Two
- ii. The composition of the Board of Directors is as follows:
 - Independent Director: Two
 - Non-Executive Directors: Five
 - Executive Directors: Two
 - Female Directors: Two

RATING OF THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) has assigned Asset Manager Rating of AM3++ (A M three Plus Plus) to AKD Investment Management Limited (AKDIML) on June 27, 2024.

RATING OF THE FUNDS

AKD OPPORTUNITY FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 3-Star Performance Ranking in long term [based on performance review of trailing 36 months (3 Year) and trailing 60 months (5 Year)] and 2-Star Performance Ranking in short term [based on performance review of trailing 12 months (1 Year)] for the period ended December 31, 2023 to AKD Opportunity Fund on February 16, 2024.

AKD CASH FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of "AA+(f)" (Double A Plus; fund stability rating) for the period ended December 31, 2023 to AKD Cash Fund on March 7, 2024.

AKD AGGRESSIVE INCOME FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of "A+(f)" (Single A Plus; fund stability rating) for the period ended December 31, 2023 to AKD Aggressive Income Fund on March 7, 2024.

GOLDEN ARROW STOCK FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 4-Star Performance Ranking in long term [based on performance review of trailing 36 months (3 Year) and trailing 60 months (5 Year)] and 3-Star Performance Ranking in short term [based on performance review of trailing 12 months (1 Year)] for the period ended December 31, 2023 to Golden Arrow Stock Fund on February 16, 2024.

AKD ISLAMIC INCOME FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of "AA-(f)" (Double A Minus; fund stability rating) for the period ended December 31, 2023 to AKD Islamic Income Fund on March 7, 2024.

AKD ISLAMIC STOCK FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 1-Star and 4-Star Performance Ranking in long term [based on performance review of trailing 60 months (5 Year) and 36 months (3 Year), respectively] and 4-Star Performance Ranking in short term [based on performance review of trailing 12 months (1 Year)] for the period ended December 31, 2023 to AKD Islamic Stock Fund on February 16, 2024.

AKD ISLAMIC DAILY DIVIDEND FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of "AA(f)" (Double A; fund stability rating) for the period ended December 31, 2023 to AKD Islamic Daily Dividend Fund on March 7, 2024.

HOLDING COMPANY

AKD Group Holdings (Private) Limited [Formerly: Aqeel Karim Dhedhi Securities (Private) Limited] is the holding company of AKD Investment Management Limited and holds 99.97% of the outstanding ordinary shares of the Company.

APPOINTMENT OF AUDITORS

The present auditors M/s Yousuf Adil, Chartered Accountants are retiring and have completed their five years as auditors of AKD Index Tracker Fund (AKDITF), AKD Opportunity Fund (AKDOF), AKD Aggressive Income Fund (AKDAIF), AKD Cash Fund (AKDCF) and AKD Islamic Daily Dividend Fund (AKDIDDF). As per the requirements of the Code of Corporate Governance the auditors have to be changed this year.

The Board has appointed M/s BDO Ebrahim & Co., Chartered Accountants as the statutory auditors of AKD Index Tracker Fund (AKDITF), AKD Opportunity Fund (AKDOF), AKD Aggressive Income Fund (AKDAIF) and AKD Cash Fund (AKDCF) for the year 2024-2025 as recommended by the Audit Committee.

The Board re-appointed M/s Riaz Ahmad & Company, Chartered Accountants as the statutory auditors for Golden Arrow Stock Fund (GASF), AKD Islamic Income Fund (AKDISIF), AKD Islamic Stock Fund (AKDISSF) and appointed for AKD Islamic Daily Dividend Fund (AKDIDDF) and for the year 2024-2025 as recommended by the Audit Committee.

The Board on the recommendation of Audit Committee has appointed M/s Riaz Ahmad & Company, Chartered Accountants as statutory auditors of AKD Investment Management Limited for the year 2024-2025 since M/s Yousuf Adil, Chartered Accountants are retiring and have completed their five years as auditors.

ACKNOWLEDGEMENTS

The Directors would like to take this opportunity to thank the Securities and Exchange Commission of Pakistan, the Ministry of Finance, the State Bank of Pakistan, and the Management of the Pakistan Stock Exchange for their continued support and cooperation. The Board also appreciates the devoted performance of the staff and officers of the AKD Investment Management Limited. The Board will also like to thank the investors for their confidence in the Company.

FUTURE OUTLOOK

Following the successful completion of the Stand-By Arrangement with the IMF, authorities are in negotiations for a USD 7 billion Extended Fund Facility (EFF), pending approval from the IMF Executive Board, anticipated by the end of September 2024. This EFF program aims to capitalize on the macroeconomic stability achieved over the past year under the SBA by continuing efforts to strengthen public finances, reduce inflation, restore foreign exchange reserves, and eliminate economic distortions to foster growth. Key focus areas of the program includes implementing energy sector reforms, maintain a flexible exchange rate, strengthen fiscal and monetary policy, reforms to broaden the tax base, and improve State Owned Enterprises (SOE) management. Investors are closely watching these developments for insights into the future economic landscape and likewise market performance.

The Monetary Policy Committee embarked on a monetary easing stance in June 2024 and since then has reduced the policy rate by a substantial 450 bps to 17.50%, down from a historical high of 22%. This was in response to better than earlier anticipated decline in inflation which dropped to 9.64% YoY in August 2024, signaling a transition to single-digit inflation for the first time in a considerable period.

This pace of disinflation can be attributed to the impact of contained demand, reinforced by improved supply chain for essential food items, ongoing fiscal and monetary consolidation efforts, favorable global commodity prices, delays in upward adjustments in administered energy prices, and a favorable base effect. While inflation is on a downward trend and is expected to continue this trajectory, it remains vulnerable to risks such as the timing and magnitude of future adjustments in administered energy prices, volatility in global commodity markets, and potential new taxation measures to address revenue shortfalls. SBP projects that average inflation for FY25 will fall below the previously estimated range of 11.5% to 13.5%. However, this outlook is contingent upon achieving targeted fiscal consolidation and the timely realization of anticipated external inflows.

According to the Government's Annual Plan 2024-25, the economy is expected to achieve a growth rate of 3.6%. This growth will be driven by robust performances in the industrial and services sectors, projected to grow by 4.4% and 4.1% respectively, while the agriculture sector is anticipated to grow at 2.0%. Looking ahead, key drivers of market performance that are likely to sustain investor confidence include progress in securing board's approval for a larger IMF program and potential inflows from other sources. However,

political uncertainty and any further delays in inflows from foreign partners pose significant downside risks to the market's performance.

In conclusion, the stock market holds significant potential for future gains, trading at a low forward PE of 3.9x and offers an attractive dividend yield of 11%.

For and on behalf of the board

Anum Dhedhi
Director

Imran Motiwala
Chief Executive Officer

Karachi: October 30, 2024

مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے کے ڈی انویسٹمنٹ مینجمنٹ لمیٹڈ (اے کے ڈی آئی ایم ایل) کے بورڈ آف ڈائریکٹرز، اے کے ڈی اپرچوئیٹی فنڈ (اے کے ڈی او ایف)، گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف) اے کے ڈی انڈیکس ٹریڈر فنڈ (اے کے ڈی آئی ٹی ایف)، اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی ایس ایف)، اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف)، اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی آئی ایف)، اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی ایس آئی ایف) اور اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ (اے کے ڈی آئی ڈی ڈی ایف) کی مینجمنٹ کمپنی 30 جون، 2024 کو مکمل ہونے والے سال کیلئے اپنی سالانہ رپورٹ مع فنڈز کے آڈٹ شدہ مالیاتی گوشوارے پیش کرنے میں مسرت محسوس کرتے ہیں۔

فنڈز کی مالیاتی کارکردگی

اے کے ڈی اپرچوئیٹی فنڈ (اے کے ڈی او ایف)

مالی سال 2024 کے لئے اے کے ڈی اپرچوئیٹی فنڈ کارپوریشن کے ایس ای-100 انڈیکس کے ہینچ مارک 89.24 فیصد کے مقابلہ میں 27.28 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 2.75 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے کل ڈسٹری بیوشن کی منظوری دی۔

گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف)

مالی سال 2024 کے لئے گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف) کارپوریشن کے ایس ای-100 انڈیکس کے ہینچ مارک 89.24 فیصد کے مقابلہ میں 61.40 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 0.50 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے کل ڈسٹری بیوشن کی منظوری دی۔

اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی ایس ایف)

مالی سال 2024 کے لئے اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی ایس ایف) کارپوریشن کے ایم آئی-30 انڈیکس کے ہینچ مارک ریٹرن 78.70 فیصد کے مقابلہ میں 94.74 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 5.85 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے ٹوٹل ڈسٹری بیوشن کی منظوری دی۔

اے کے ڈی انڈیکس ٹریکرفنڈ (اے کے ڈی آئی ٹی ایف)

مالی سال 2024 کے لئے اے کے ڈی انڈیکس ٹریکرفنڈ (اے کے ڈی آئی ٹی ایف) کا ریٹرن کے ایس ای۔ 100 انڈیکس کے بیچ مارک 89.24 فیصد کے مقابلہ میں 84.42 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 2.00 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے ٹوٹل ڈسٹری بیوشن کی منظوری دی۔

اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف)

مالی سال 2024 کے لئے اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف) کا ریٹرن بیچ مارک ریٹرن 20.90 فیصد کے مقابلہ میں 22.32 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 10.90 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے ٹوٹل ڈسٹری بیوشن کی منظوری دی۔

اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی ایس آئی ایف)

مالی سال 2024 کے لئے اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی ایس آئی ایف) کا ریٹرن 10.10 فیصد کے بیچ مارک ریٹرن کے مقابلہ میں 20.52 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 9.90 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے ٹوٹل ڈسٹری بیوشن کی منظوری دی۔

اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی اے آئی ایف)

مالی سال 2024 کے لئے اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی اے آئی ایف) کا بیچ مارک ریٹرن 21.88 فیصد کے مقابلہ میں 21.40 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 10.45 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمینٹ) کے ٹوٹل ڈسٹری بیوشن کی منظوری دی۔

اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ (اے کے ڈی آئی ڈی ڈی ایف)

مالی سال 2024 کیلئے اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ کا بینچ مارک ریٹرن 10.28 فیصد کے مقابلے میں سالانہ 20.31 فیصد رہا۔

30 جون 2024 کو ختم ہونے والے مالی سال کے لئے ڈسٹری بیوشن:

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کردہ اختیارات کے تحت 30 جون، 2024 کو ختم ہونے والے مالی سال کیلئے یونٹ ہولڈرز کیلئے 9.27 روپے فی یونٹ کے ٹوٹل ڈسٹری بیوشن کی منظوری دی۔

میکرو منظر نامہ

جاری مالی سال 2024 میں حکومت کی طرف سے بھرپور پالیسی اقدامات اور آئی ایم ایف اسٹینڈ بائی ارتھمنٹ پروگرام کی کامیاب تکمیل کی بدولت پاکستان کے اقتصادی منظر نامے نے بہتری دکھائی۔ اس پیش رفت نے سرمایہ کاری کی بحالی میں مدد دی جبکہ کثیر الجہتی اور دو طرفہ شراکت داروں کی طرف سے قرضے رول اوور کرنے سے حسابات جاریہ پر دباؤ ختم ہوا۔ مالی سال 2024 میں پاکستان کی جی ڈی پی کی حقیقی شرح 2.38 فیصد پہنچنے کی توقع ہے۔ مہنگائی کا ہدف سے زیادہ رہنا اور جاری چیلنجز اس بات کی عکاسی کرتے ہیں کہ داخلی اور خارجی مالیاتی ضروریات میں اضافے کے ساتھ مالی استحکام کو یقینی بنانے کے لیے کچھ زری اور مالی پالیسی اصلاحات ضروری تھیں۔

اسٹیٹ بینک آف پاکستان کی طرف سے محتاط زری پالیسی موقف برقرار رکھتے ہوئے پالیسی ریٹ کو 22 فیصد کی تاریخی سطح پر رکھنے کے بعد رواں مالی سال میں زری پالیسی میں بتدریج نرمی کا آغاز ہوا۔

اسٹیٹ بینک آف پاکستان کی زری پالیسی کمیٹی (ایم پی سی) نے 12 ستمبر، 2024 کو اپنے اجلاس میں پالیسی ریٹ میں 200 بی پی ایس کمی کر کے 17.50 فیصد کرنے کا فیصلہ کیا جس سے بعد کے دو ماہ میں افراط زر میں تیزی سے کمی ہوئی جس سے کمیٹی کی توقعات کو پیچھے چھوڑ دیا۔ افراط زر میں کمی کی بنیادی وجہ توانائی کی انتظامی قیمتوں میں مجوزہ اضافہ پر عمل درآمد میں تاخیر کے ساتھ ساتھ عالمی سطح پر آئل اور خوراک کی قیمتوں میں موزوں رجحان ہے۔ حالیہ اقتصادی پیش رفتوں اور افراط زر کے منظر نامے کے ممکنہ خدشات کے پیش نظر زری پالیسی کمیٹی (ایم پی سی) نے اس بات کا جائزہ لیا کہ حقیقی سود کی شرح اب بھی مناسب طور پر مثبت ہے۔ اس سے افراط زر کو درمیانی مدت کے ہدف سات سے پانچ فیصد تک لانے اور مجموعی معاشی استحکام کو یقینی بنانے میں مدد ملے گی۔ کمیٹی کا یہ تجزیہ ملک میں مالیاتی توازن برقرار رکھنے اور مہنگائی کے طویل مدتی اثرات کو قابو میں رکھنے کے لیے اہم ہے۔

اگست 2024 کے لئے قومی سطح پر قیمتوں کا حساس اشاریہ سالانہ بنیاد پر 9.64 فیصد پر آ گیا جبکہ جولائی 2024 میں یہ 11.09 فیصد تھا جو اگست 2023 میں 27.38 فیصد سے نمایاں طور پر کم ترین ہے۔ اس سے مالی سال 2025 کے دو ماہ کے لئے قومی سطح پر قیمتوں کا حساس اشاریہ اوسطاً 10.36 ہو گیا۔

ماہانہ بنیادوں پر این سی پی آئی میں 0.39 فیصد اضافہ ہوا جس کی بنیادی وجہ فوڈ آئٹمز کی بہت زیادہ قیمتوں اور دیگر شعبوں میں قیمتوں میں عمومی اضافہ کی بدولت فوڈ اینڈ ٹیکس میں 1.46 اضافہ ہے۔ شہری اور دیہی علاقوں کیلئے قیمتوں کا حساس اشاریہ بالترتیب 11.71 فیصد اور 6.73 فیصد رہا جبکہ ماہ کے دوران خوراک اور دیگر ضروری اشیاء کی قیمتوں میں اضافہ دیکھنے کو ملا، مجموعی سی پی آئی میں کمی دیکھی گئی، جس کی وجہ ایک بلند بنیاد اثر اور ماہانہ بنیادوں پر ہاؤسنگ اینڈ ٹیکس میں 1.40 فیصد کی کمی تھی۔ مستقبل میں توقع کی جارہی ہے کہ مہنگائی میں کمی کا سلسلہ جاری رہے گا جس کی مدد سخت مالیاتی اور مانیٹری پالیسی سے ہوگی۔

بیرونی سطح پر حسابات جاریہ میں گزشتہ ماہ میں 246 ملین ڈالر کے نظر ثانی شدہ خسارے کے مقابلے میں اگست 2024 میں 75 ملین ڈالر کا سرپلس ریکارڈ کیا گیا۔ اس سے حسابات جاریہ کا خسارہ مالی سال 2025 کے پہلے دو ماہ کیلئے 171 ملین ہو گیا جو گزشتہ سال کی اسی مدت کے دوران 893 ملین ڈالر کے سے 81 فیصد کی شاندار کمی کو ظاہر کرتا ہے۔ حسابات جاریہ کے خسارے میں قابل ذکر کمی کی بنیادی وجہ تجارتی خسارے میں کمی، بیرونی ممالک سے ترسیلات زر میں اضافہ اور دیگر کرنٹ منتقلیاں ہیں۔ مالی سال 2024 میں کل درآمدات 63.28 بلین ڈالر رہی جو گزشتہ سال کے مقابلے میں 3 فیصد زیادہ ہے۔ تاہم اس اضافے کا ازالہ مجموعی برآمدات میں نمایاں اضافے سے ہوا، جو 38.90 ارب امریکی ڈالر تک پہنچ گئیں، جس میں سالانہ بنیادوں پر 10% کی نمو دیکھی گئی۔

اس کے علاوہ مستحکم شرح مبادلہ کے نتیجے میں بیرون ملک سے ترسیلات زر میں اضافہ ہو جو مالی سال 2024 میں 30.25 بلین ڈالر رہے۔ یہ گزشتہ سال کی اسی مدت میں 27.33 بلین ڈالر کے مقابلے میں 11 فیصد زیادہ ہے۔ بیرونی سطح پر بہتری تجارت اور ترسیلات زر میں مثبت رفتار کی طرف اشارہ کرتی ہے جس سے ملک کے ادائیگیوں کے توازن اور مجموعی معاشی استحکام میں مدد ملی۔

ایس بی پی کی طرف سے جاری اعداد و شمار کے مطابق مالی سال 2024 کے اختتام پر مرکزی بینک کے پاس غیر ملکی زرمبادلہ کے 9.39 بلین ڈالر کے ذخائر کے ساتھ ملک کے غیر ملکی زرمبادلہ کے کل ذخائر 14.00 بلین ڈالر ہو گئے جس میں مالی سال کے آغاز میں 53 فیصد کا قابل ذکر اضافہ ہوا۔ یہ اضافہ بنیادی طور پر آئی ایم ایف کے اسٹینڈ بائی آرٹجمنٹ کے تحت قسطوں کی ادائیگی اور دوست ممالک سے موصول ہونے والی رقوم کی بدولت ہوا ہے۔ اس کے علاوہ اس نمو کو برآمدی آمدنی اور بیرون ملک مقیم پاکستانیوں کی ترسیلات زر میں اضافے نے بھی مضبوط کیا ہے۔ زرمبادلہ کے ذخائر میں اس اضافے سے نہ صرف ملک کی بیرونی مالیاتی ذمہ داریوں کو پورا کرنے کی صلاحیت میں بہتری آئی ہے بلکہ پاکستان کی معاشی صورتحال پر سرمایہ کاروں کے اعتماد میں بھی اضافہ متوقع ہے۔ فی الحال 20 ستمبر 2024 تک مجموعی زرمبادلہ کے ذخائر 14.87 ارب امریکی ڈالر ہیں۔

مالی سال 2024 کے دوران فیڈرل بورڈ آف ریونیو نے 9,306 ملین روپے کا ٹیکس اکٹھا کیا جو ٹیکس وصولی کے مقرر کردہ ہدف 9,252 ملین روپے سے 54 ملین روپے زیادہ ہے جبکہ گزشتہ سال کی اسی مدت کے مقابلے میں 30 فیصد کی نمو کو ظاہر کرتا ہے۔ مالی سال 2024 کے لیے 9,252 ٹریلین روپے کا ٹیکس وصولی کا ہدف مقرر کیا گیا ہے، جو پچھلے سال کے مقابلے میں تقریباً 29 فیصد زیادہ ہے۔ اس ہدف کو حاصل کرنے کے لیے ایف بی آر مسلسل کوششیں کر رہا ہے جن میں ٹیکس کے دائرہ کار کو وسیع کرنا اور ان شعبوں پر ٹیکس عائد کرنا شامل ہے جو روایتی طور پر کم ٹیکس ادا کرتے رہے ہیں۔ اس دوران حکومت کی مالیاتی پالیسی کا مرکز بنیادی توازن کے اضافے کو برقرار رکھنا رہا ہے جو مالیاتی نظم و نسق اور استحکام کا مظہر ہے۔ یہ نظم و نسق بین الاقوامی مالیاتی اداروں سے

مستل حمایت حاصل کرنے کے لیے ضروری ہے۔

حکومت کی طرف سے غیر ملکی سرمایہ کاری کو ملک میں راغب کرنے کیلئے مستل کوششیں، شرح مبادلہ میں استحکام نے اب تک حوصلہ افزاء نتائج دیئے ہیں جس کا ثبوت مالی سال 2024 میں 1,519 ملین ڈالر کی خالص غیر ملکی سرمایہ کاریاں ہیں جس میں سالانہ بنیادوں پر 153 فیصد اضافہ ہوا۔ 2,022 کی کل غیر ملکی سرمایہ کاری میں چین اور ہانگ کانگ کی سرمایہ کاری 927 ملین ڈالر رہی جو کل سرمایہ کاری کا 46 فیصد ہے۔ دیگر نمایاں سرمایہ کار ملکوں میں برطانیہ اور امریکہ ہے جنہوں نے 286 ملین ڈالر (14 فیصد) اور 184 ملین ڈالر (9 فیصد) سرمایہ کاری کی۔ یہ اعداد و شمار متنوع سرمایہ کاروں کی نشاندہی کرتے ہیں اور بڑے عالمی کمپنیوں کیلئے پاکستان کے سازگار سرمایہ کاری ماحول کو اجاگر کرتے ہیں۔

ایکویٹی مارکیٹ کا جائزہ

مالی سال 2023-2024 کے دوران ایکویٹی مارکیٹ نے غیر معمولی کارکردگی کا مظاہرہ کرتے ہوئے 78,445 کے اختتامی بیچ مارک انڈیکس کے ساتھ 89.24 فیصد کے شاندار ریٹرن کیلئے 36,992 پوائنٹس حاصل کئے۔ اس ترقی کے بہت ساری بنیادی عوامل ہیں۔ مارکیٹ میں ترقی کے رجحان کی بنیاد بہتر ہونے والے میکرو اکنامک اشاریوں پر تھی جن میں کرنسی کی مضبوطی شامل ہے جبکہ حکومت کی جانب سے ملک کی طویل مدتی پائیداری کو یقینی بنانے کے لیے اہم اقدامات کیے گئے۔ سرمایہ کاروں کے مثبت رجحانات کو مزید تقویت آئی ایم ایف اسٹینڈ بائی arrangement کی کامیابی سے تکمیل، نئی حکومت کے بروقت قیام اور مہنگائی میں نمایاں کمی سے ملی جو مئی 2024 میں 30 ماہ کی کم ترین سطح 11.76 فیصد سالانہ پر پہنچ گئی۔ اس سے ملک میں مزید مستحکم اقتصادی ماحول کی تشکیل میں مدد ملی۔

حسابات جاریہ کے خسارے میں سالانہ بنیادوں پر 80 فیصد کی اور مئی 2024 میں بیرون ملک سے 3.24 بلین ڈالر کے ترسیلات زر کے ساتھ بیرونی کھاتوں میں بھی نمایاں بہتر دیکھنے کو ملی۔ اس کے علاوہ پاکستانی روپے کی امریکی ڈالر کے مقابلے میں قدر میں 3 فیصد کی بہتری، مالیاتی سائیکل میں واپسی کا آغاز اور سخت بجٹ اقدامات جو آئی ایم ایف فنڈنگ کے تسلسل کی راہ ہموار کر رہے ہیں، مجموعی طور پر مارکیٹ کے رجحانات کیلئے مثبت ثابت ہوئے۔

مدت کے دوران سرمایہ کاروں کی شراکت میں سالانہ بنیادوں میں 138 فیصد کا نمایاں اضافہ ہوا۔ گزشتہ سال کی اسی مدت کے 191 ملین حصص کے مقابلے میں یومیہ کاروباری حجم 455 ملین حصص رہا۔ غیر ملکی انویسٹرز پورٹ فولیو انویسٹمنٹ (ایف آئی پی آئی) میں نمایاں نمو ہوئی۔ غیر ملکی سرمایہ کاروں نے 140.77 ملین ڈالر کی سرمایہ کاری کی گئی جو گزشتہ سال میں 1.57 ڈالر کا قابل ذکر اضافہ ظاہر کرتا ہے۔ غیر ملکی سرمایہ کاروں کی طرف سے کمرشل بینکوں (59.81 ملین ڈالر)، فریٹلائزر (18.44 ملین ڈالر) اور پاور جنریشن اینڈ ڈسٹری بیوشن (16.48 ملین ڈالر) میں نمایاں سرمایہ کاری کی گئی۔ مقامی سطح پر سے زیادہ خرید صرف بیمہ کمپنیوں اور کارپوریشن رہی جن میں 126.34 ملین ڈالر اور 35.65 ملین ڈالر کے حصص خریدے گئے۔ اسی طرح بینکوں/ڈی ایف آئی، انفرادی کمپنیوں اور میوچل فنڈز میں حصص فروخت کئے گئے جو بلترتیب 141.29 ملین ڈالر، 59.63 ملین ڈالر اور 46.92 ملین ڈالر رہی۔

مدت کے دوران جن شعبوں نے بہتر کارکردگی دکھائی ان میں کمرشل بینک (114.78 فیصد)، آئل اینڈ گیس ایکسپلوریشن کمپنیز (72.53 فیصد) فوڈ اینڈ پرسنل کیئر پروڈکٹس (60.40 فیصد)، فریٹلائزر (65.35 فیصد) اور سیمنٹ (59.27 فیصد) شامل ہے جبکہ منڈی کا شکار رہنے والی کمپنیوں میں کیمیکل (

منفی 49.11 فیصد) مضاربہ (منفی 42.13 فیصد)، پراپرٹی (منفی 6.54 فیصد) اور وانا سیتی اینڈ الائیڈ سٹریٹ (منفی 1.72 فیصد) شامل ہیں۔

دس سالہ مدت کے دوران کے ایس ای۔ 100 انڈیکس کا سالانہ منافع 10.2 فیصد رہا۔ تاہم اسی مدت کے دوران امریکی ڈالر کی قدر میں سالانہ بنیادوں پر 10 فیصد اضافہ ہوا جس نے غیر ملکی سرمایہ کاروں نے پاکستان کی ایکویٹی مارکیٹ سے سرمایہ لگانے سے روک رکھا۔ مالی سال 2024 میں اس رجحان میں تبدیلی آئی، پاکستانی روپے کی قدر میں امریکی ڈالر کے مقابلے میں 3 فیصد بہتر ہوئی جو جون 2024 کے اختتام پر 278.34 رہا۔ کرنسی کے استحکام سے غیر ملکی سرمایہ کاری میں نئی دلچسپی پیدا ہوئی جس کا ثبوت اس مدت کے دوران غیر ملکی سرمایہ کاروں کی طرف سے حصص کی خریداری ہے۔ اس لیے اس کرنسی کی استحکام کو یقینی بنانا نئی حکومت کے لیے ایک اہم کام بن جاتا ہے جس کے لیے اس مثبت رجحان کو برقرار رکھنے اور بڑھانے کے لیے حکمت عملی کے تحت انتظامی اقدامات کی ضرورت ہے۔ یہ اقدامات نہ صرف معاشی ترقی میں مدد کریں گے بلکہ سرمایہ کاروں کے اعتماد کو بھی مستحکم کریں گے۔

آگے بڑھتے ہوئے ایکویٹی مارکیٹ کا آؤٹ لک ملک کے مستحکم اور بہتر ہوتے میکرو اکنامک حالات کی وجہ سے حوصلہ افزاء ہے۔ اس کے علاوہ آئی ایم ایف کے نئے پروگرام کی منظوری میں پیش رفت اور دیگر ذرائع سے ممکنہ مالی معاونت سے مارکیٹ کیلئے بڑا محرک ثابت ہو سکتا ہے۔ تاہم سیاسی غیر یقینی صورتحال پالیسیوں یا اصلاحات میں سست روی اور تاخیر کا باعث اور اقتصادی اور مارکیٹ کی کارکردگی پر منفی اثرات مرتب کر سکتی ہے۔ اگرچہ عمومی رجحانات حوصلہ افزاء ہیں لیکن سرمایہ کاروں کو ان چیلنجز کے حوالے سے محتاط اور متوجہ رہنا چاہیے۔ ان خطرات کے باوجود محتاط سرمایہ کاری اور موجودہ حالات پر نظر رکھنا سرمایہ کاروں کے لیے اہم ہے تاکہ وہ ممکنہ منفی اثرات سے بچ سکیں۔

فلسڈ انکم کا جائزہ

سال کے دوران اسٹیٹ بینک آف پاکستان نے تسلسل کے ساتھ محتاط زرعی پالیسی موقف اختیار کئے رکھا اور پالیسی ریٹ کو 22 فیصد کی تاریخی بلند ترین سطح پر برقرار رکھا تاہم جون 2024 میں اس میں کمی کی گئی۔ یہ محتاط رویہ جاری مہنگائی کے دباؤ کی وجہ سے ناگزیر تھا جو کہ حالیہ چند ماہ میں نمایاں کمی کے باوجود بلند رہی۔ اس مدت کے لیے اوسط قیمتوں کا احساس اشاریہ جون 2024 کے مطابق 23.41 فیصد سالانہ رہا۔

سال کے دوران پالیسی ریٹ کو بلند ترین سطح پر رکھنے کا نتیجہ حکومتی ڈیبٹ سیکورٹیز پر بہت زیادہ منافع کی صورت میں نکلا۔ نتیجتاً ان سیکورٹیز نے سرمایہ کاروں کو بڑی حد تک راغب کیا کیونکہ سرمایہ کار حکومتی ڈیبٹ سیکورٹیز پر زیادہ منافع چاہتے ہیں۔

مدت کے دوران ایس بی پی نے مارکیٹ ٹریڈری بل (ایم ٹی بی) کی 26 نیلامیاں کی جس سے حکومت 21.10 ٹریلین روپے کے ہدف کے مقابلے میں 21.68 ٹریلین روپے حاصل کرنے کے میں کامیاب ہوئی۔ قابل ذکر بات ہے کہ 6، 3، 12 ماہ کے ایم ٹی بی کی اوسط آمدن گزشتہ سال کی اسی مدت کے 18.07 فیصد، 18.03 فیصد اور 18.07 فیصد کے مقابلے میں 21.69 فیصد، 21.61 فیصد اور 21.41 فیصد رہی جو اسی ترتیب کے ساتھ 362 بی پی ایس، 358 بی پی ایس اور 334 بی پی ایس زیادہ تھی۔

سرمائے کی ضرورت پر مزید توجہ دیتے ہوئے سٹیٹ بینک آف پاکستان نے فلسڈ ریٹ پاکستان انویسٹمنٹ بانڈ (پی آئی بی) کی 12 نیلامیاں منعقد کرائیں

اور ان کے ذریعے 1.49 ٹریلین روپے جمع کرنے میں کامیاب ہوا۔ 3، 5 اور 10 سال کی پی آئی بی کی حقیقی اوسط آمدن گزشتہ سال کی اس مدت کی آمدن 15.22 فیصد، 13.22 فیصد اور 12.94 فیصد کے مقابلہ میں 17.70 فیصد، 15.62 فیصد اور 14.28 فیصد رہی جو اسی ترتیب کے ساتھ 248 بی پی ایس 229 بی پی ایس اور 134 فیصد زیادہ تھی۔

شریعہ کمپلائنٹ انسٹرومنٹ کیلئے مارکیٹ میں کمپنٹل مارکیٹس کے ذریعے حکومتی اجارہ سکوک کی بنیادی مارکیٹ نیلامیاں کرنے کے فیصلہ کے ساتھ سنگ میل عبور کیا گیا۔ اس اقدام کا مقصد حکومتی ڈیپٹ سیکورٹیز کیلئے سرمایہ کاروں کی تعداد بڑھانا، شفافیت میں اضافہ اور مسابقتی قیمتوں کو فروغ دینا ہے۔ حکومتی اجارہ سکوک کیلئے 16 نیلامیاں منعقد کی گئیں جن میں پاکستان اسٹاک ایکس چینج کے ذریعے بھی منعقد کی گئیں۔ ویراہیل رینٹل ریٹ (وی آر آر) اور فکسڈ رینٹل ریٹ (ایف آر آر) پر مشتمل نیلامیوں سے 2 ٹریلین روپے کے ہدف کے برخلاف 1.89 ٹریلین روپے اکٹھے کرنے میں کامیاب حاصل ہوئی۔

آگے بڑھتے ہوئے ستمبر تا نومبر 2024 کے نیلامی کیلینڈر کے مطابق سٹیٹ بینک آف پاکستان 3 سے 12 ماہ کی مدت کے ایم ٹی بی کے اجرا سے 4.59 ٹریلین روپے کی رقم میچور کرنے کے برخلاف 3.48 ٹریلین روپے حاصل کرنے کا ہدف رکھتا ہے۔ اس کے علاوہ سٹیٹ بینک آف پاکستان اسی مدت کے دوران 2 سے 10 سال کی مدت کے فکسڈ ریٹ پی آئی بی کے ذریعے 534 بلین روپے کے میچورنگ رقم کے برخلاف 500 ارب روپے اور 2 سے 10 سال کی مدت کے فلوئنگ ریٹ پی آئی بی کے ذریعے 2.32 ٹریلین روپے بھی جمع کرنے کا ہدف رکھتا ہے۔ اس کے علاوہ پاکستان اسٹاک ایکس چینج نے حکومتی اجارہ سکوک کی فروخت کیلئے نیلامیوں کے اعلان کا نوٹس جاری کیا ہے جس میں 860 بلین روپے کے حصول کا ہدف ہے۔

کارپورٹ اور فنانشل رپورٹنگ فریم ورک کا بیانیہ

اے۔ کمپنی کی طرف سے تیار کردہ مالیاتی گوشوارہ فنڈ کے امور کی صورتحال، اس کے آپریشنز کے نتائج، رقوم کی منتقلی اور یونٹ ہولڈرز کے فنڈز کی سرگرمیوں کی بڑی واضح تصویر پیش کرتا ہے۔

بی۔ فنڈ کے اکاؤنٹ کا باقاعدہ حساب کتاب رکھا گیا ہے۔

سی۔ مالیاتی گوشواروں اور معقول اور دانشمندانہ اندازوں کی بنیاد پر مالیاتی گوشواروں کی تیاری میں مناسب اکاؤنٹنگ پالیسیوں کا تسلسل کے ساتھ اطلاق کیا گیا۔

ڈی۔ مالیاتی گوشواروں کی تیاری میں پاکستان میں قابل اطلاق انٹرنیشنل فنانشل رپورٹنگ سٹینڈرڈز کی پیروی کی گئی اور جہاں بھی ان معیارات سے انحراف کیا گیا وہاں اس کا واضح طور پر اظہار کر دیا گیا۔

ای۔ اندرونی کنٹرول کا نظام اپنے ڈیزائن کے لحاظ سے مضبوط ہے اور اس کی موثر نگرانی کی جاتی ہے۔

ایف۔ فنڈ کے بطور ادارہ کام کرتے رہنے کی اہلیت پر کوئی خاص شکوک موجود نہیں۔

جی۔ مالیاتی گوشواروں میں قانونی ادائیگیاں، ٹیکسز، ڈیوٹیز، لیویز اور چارجز اگر کوئی تھے تو وہ مالیاتی گوشواروں میں واضح انداز میں بیان کر دیئے گئے ہیں۔

ایچ۔ بنیادی مالیاتی اعداد و شمار کارکردگی کے جدول فنڈ کے مالیاتی گوشواروں کے ساتھ منسلک کئے گئے ہیں۔

آئی۔ یونٹ ہولڈنگز کا پیٹرن فنڈز کے مالیاتی گوشواروں کے ساتھ منسلک ہے۔

ہے۔ بورڈ آف ڈائریکٹرز اور آڈٹ کمیٹی کے اجلاسوں میں ڈائریکٹرز کی شرکت کی تفصیل ذیل میں دی گئی ہے۔

اجلاس میں شرکت							ڈائریکٹر کا نام	نمبر شمار
رخصت	شرکت	5 جولائی، 2023	22 ستمبر، 2023	31 اکتوبر، 2023	29 مارچ 2024	30 اپریل 2024		
0	2						عبدالکریم	1.
0	5						عمران موتی والا	2.
1	4						انعم ڈھیڈی	3.
0	5						حسن احمد	4.
0	5						عائشہ احمد	5.
1	4						علی وہاب صدیقی	6.
1	4						عابد حسین	7.
0	3						خالد محمود*	8.

* ڈائریکٹر عبدالکریم میمن کے سبکدوش ہونے کے بعد ان کی جگہ 10 اکتوبر، 2023 کو منتخب ہوئے

اجلاس میں شرکت						ڈائریکٹر کا نام	نمبر شمار
رخصت	شرکت	22 ستمبر 2023	31 اکتوبر، 2023	29 مارچ 2024	29 اپریل 2024		
0	4					علی وہاب صدیقی	1.
0	4					حسن احمد	2.
0	3					عائشہ احمد*	3.
0	2					عابد حسین *	4.

** 31 اکتوبر 2023 کو مقرر کیا گیا۔ * 29 مارچ 2024 کو مقرر کیا گیا۔

کے۔ مینجمنٹ کمپنی کے ڈائریکٹرز، سی ای، سی ایف، سی آئی، سی او، کمپنی سیکرٹری اور ان کی شریک حیات اور کمسن بچوں نے فنڈز کے یونٹس میں کوئی لین دین نہیں کیا ماسوائے ذیل میں درج کے اور یہ مالیاتی گوشواروں کے نوٹ میں موجود ہے۔

نمبر شمار	ٹریڈ کنندہ	عہدہ	سرمایہ کاری (یونٹوں کی تعداد)	کیش کرائے گئے یونٹوں کی تعداد
اے کے ڈی اپر چوٹی فنڈ				
1	خالد محمود	ڈائریکٹر	195,055	
2	شفاء خالد	شریک حیات - ڈائریکٹر	58,425	33,819
اے کے ڈی اسلامک انکم فنڈ				
1	عمران موتی والا	سی ای او اور ڈائریکٹر	86,219	86,261
2	سحر عمران موتی والا	شریک حیات - سی ای او اور ڈائریکٹر	389,269	390,328
3	ملیحہ یعقوب	شریک حیات - سی او اور کمپنی سیکرٹری	53,616	53,616
4	شفاء خالد	شریک حیات - ڈائریکٹر	59,820	92,239
5	خالد محمود	ڈائریکٹر	782	307,641
6	علی وہاب صدیقی	ڈائریکٹر	178,776	93,530
6	محمد آمین یعقوب	کمسن بچہ - سی او اور کمپنی سیکرٹری		424
7	عبدالرحمن یعقوب	کمسن بچہ - سی او اور کمپنی سیکرٹری		424
8	عائشہ یعقوب	کمسن بچہ - سی او اور کمپنی سیکرٹری		424
اے کے ڈی کیش فنڈ				
1	عمران موتی والا	سی ای او اور ڈائریکٹر	61,131	61,131
2	سحر عمران موتی والا	شریک حیات - سی ای او اور ڈائریکٹر	558,283	612,900
گولڈن ایرواسٹاک فنڈ				
1	علی وہاب صدیقی	ڈائریکٹر	374,012	
2	خالد محمود	ڈائریکٹر	199,580	
3	شفاء خالد	شریک حیات - ڈائریکٹر		59,701

منجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کی تشکیل

i۔ ڈائریکٹرز کی مجموعی تعداد درج ذیل ہے:

5	(اے) مرد
2	(بی) خواتین

ii۔ بورڈ آف ڈائریکٹرز کی تشکیل درج ذیل ہے:

آزاد ڈائریکٹرز	2
نان ایگزیکٹو ڈائریکٹرز	5
ایگزیکٹو ڈائریکٹرز	2
خاتون ڈائریکٹرز	2

منجمنٹ کمپنی کی ریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی انویسٹمنٹ منجمنٹ لمیٹڈ (اے کے ڈی آئی ایم ایل) کو 27 جون، 2024 کو AM3++ (اے ایم تھری پلس پلس) کی ایسٹ نیچر ریٹنگ دی ہے۔

فنڈز کی ریٹنگ

اے کے ڈی اپرچوئیٹی فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی اپرچوئیٹی فنڈ (اے کے ڈی او ایف) کو 16 فروری 2024 کو (گزشتہ 36 ماہ (3 سال) اور گزشتہ 60 ماہ (5 سال) کی مدت کے لئے کارکردگی کی بنیاد پر) طویل مدتی درجہ میں 3 سٹار پرفارمنس ریٹنگ دی ہے اور 31 دسمبر 2023 کو ختم ہونے والی گزشتہ 12 ماہ (1 سال) کی مدت کے لئے کارکردگی کی بنیاد پر قلیل مدتی درجہ میں 2 سٹار پرفارمنس ریٹنگ دی ہے۔

اے کے ڈی کیش فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف) کو 7 مارچ 2024 کو 31 دسمبر 2023 کو ختم ہونے والی مدت کے لئے AA+(f) (ڈبل اے پلس فنڈ سٹیبیلیٹی ریٹنگ) دی ہے۔

اے کے ڈی ایگریسو انکم فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی اے آئی ایف) کو 7 مارچ 2024 کو 31 دسمبر 2023 کو ختم ہونے والی مدت کے لئے A+(f) (سنگل اے پلس فنڈ سٹیبیلیٹی ریٹنگ) دی ہے۔

گولڈن ایرو سٹاک فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف) کو 16 فروری 2024 کو (گزشتہ 36 ماہ (3 سال) اور گزشتہ 60 ماہ (5 سال) کی مدت کے لئے کارکردگی کی بنیاد پر طویل مدتی درجہ میں 4 سٹار پرفارمنس ریٹنگ دی ہے اور 31 دسمبر 2023 کو ختم

ہونے والی گزشتہ 12 ماہ (1 سال) کی مدت کے لئے کارکردگی کی بنیاد پر قلیل مدتی درجہ میں 3 سٹار پر فارمنس رینٹنگ دی ہے۔

اے کے ڈی اسلامک انکم فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی آئی ایف) کو 7 مارچ 2024 کو 31 دسمبر 2023 کو ختم ہونے والی مدت کے لئے AA-(f) (ڈبل اے مائنس فنڈ سٹیبیلیٹی رینٹنگ) دی ہے۔

اے کے ڈی اسلامک سٹاک فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی آئی ایف) کو 16 فروری 2024 کو (گزشتہ 36 ماہ (3 سال) اور گزشتہ 60 ماہ (5 سال) کی مدت کے لئے کارکردگی کی بنیاد پر) طویل مدتی درجہ میں 4 سٹار پر فارمنس رینٹنگ دی ہے اور (31 دسمبر 2023 کو ختم ہونے والی گزشتہ 12 ماہ (1 سال) کی مدت کے لئے کارکردگی کی بنیاد پر قلیل مدتی درجہ میں 4 سٹار پر فارمنس رینٹنگ دی ہے۔

اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ (اے کے ڈی آئی آئی ڈی ایف) کو 7 مارچ 2024 کو 31 دسمبر 2023 کو ختم ہونے والی مدت کیلئے AA(f) (ڈبل اے مائنس فنڈ سٹیبیلیٹی رینٹنگ) دی ہے۔

ہولڈنگ کمپنی

اے کے ڈی گروپ ہولڈنگز (پرائیویٹ) لمیٹڈ (قبل ازیں: عمیق کریم ڈھیڈی سکیورٹیز (پرائیویٹ) لمیٹڈ) اے کے ڈی انویسٹمنٹ مینجمنٹ لمیٹڈ کی ہولڈنگ کمپنی ہے اور کمپنی کے 99.97 فیصد آؤٹ سٹینڈنگ عمومی حصص رکھتی ہے۔

آڈیٹرز کی تعیناتی

موجودہ میسرز یوسف عادل چارٹرڈ اکاؤنٹنٹس اے کے ڈی اپرچونٹی فنڈ، اے کے ڈی انڈیکس ٹریڈر فنڈ، اے کے ڈی اکیو انکم فنڈ اور اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ کے آڈیٹرز کی حیثیت سے اپنی پانچ سالہ مدت مکمل کر کے سبکدوش ہو رہے ہیں۔ کوڈ آف گورننس کے تقاضوں کے مطابق رواں سال آڈیٹرز کی تبدیلی لازمی ہے۔

بورڈ نے آڈٹ کمیٹی کی سفارش پر میسرز بی ڈی اوا براہیم اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کو سال 2024-2025 کے لیے اے کے ڈی انڈیکس ٹریڈر فنڈ، اے کے ڈی اپرچونٹی فنڈ، اے کے ڈی اکیو انکم فنڈ اور اے کے ڈی اکیو انکم فنڈ کے آڈیٹرز مقرر کیا ہے۔

بورڈ نے آڈٹ کمیٹی کی سفارش پر میسرز ریاض احمد اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کی سال 2024-2025 کیلئے گولڈن ایریو سٹاک فنڈ، اے کے ڈی

ایگریسیو انکم فنڈ (اے کے ڈی اے آئی ایف) اور اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف) کے قانونی آڈیٹرز کی حیثیت سے دوبارہ تقرری کی جبکہ اے کے ڈی اسلامک ڈیلی ڈیویڈنڈ فنڈ کا آڈیٹ مقرر کیا ہے۔

بورڈ نے آڈٹ کمیٹی کی سفارش پر میسرز ریاض احمد اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کو 2024-2025 کیلئے اے کے ڈی انویسٹمنٹ مینجمنٹ لمیٹڈ کا قانونی آڈیٹ مقرر کیا ہے۔ میسرز یوسف عادل، چارٹرڈ اکاؤنٹنٹس اپنی پانچ سالہ مدت مکمل کرنے کے بعد ریٹائر ہو رہے ہیں۔

اظہار تشکر

ڈائریکٹرز اس موقع پر سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، وزارت خزانہ، اسٹیٹ بینک آف پاکستان اور پاکستان سٹاک ایکسچینج کی انتظامیہ کی طرف سے مسلسل معاونت اور تعاون پر ان کا شکریہ ادا کرتے ہیں۔ بورڈ اے کے ڈی انویسٹمنٹ مینجمنٹ لمیٹڈ کے عملہ اور افسران کی مخلصانہ کارکردگی کو بھی سراہتا ہے۔ بورڈ کمپنی پر اعتماد کا اظہار کرنے والے سرمایہ کاروں کا بھی شکر گزار ہے۔

مستقبل کی پیش بینی

آئی ایف ایم کے 7 بلین ڈالر کے توسیع فنڈ سہولت پروگرام کا مقصد سال کے دوران ایس بی اے کے تحت حاصل ہونے والے معاشی استحکام سے فائدہ اٹھانا ہے جس میں سرکاری مالیات کو مضبوط بنانا، افراط زر کو کم کرنا، غیر ملکی زرمبادلہ کے ذخائر کو بحال کرنا اور معاشی بگاڑ کو ختم کر کے ترقی کے لئے راہیں ہموار کرنا ہے۔ پروگرام کے کلیدی شعبوں میں توانائی کے شعبے میں اصلاحات، پکدار زر مبادلہ کی شرح کو برقرار رکھنا، مالی اور مانیٹری پالیسی کو مضبوط کرنا، ٹیکس کے دائرے کو وسیع کرنا اور سرکاری ملکیتی اداروں کی مینجمنٹ کو بہتر بنانا شامل ہیں۔ سرمایہ کاران اصلاحات کو گہری نظر سے دیکھ رہے ہیں تاکہ مستقبل کے معاشی منظر نامے اور مارکیٹ کی کارکردگی کے بارے میں رہنمائی اور معلومات حاصل کی جاسکے۔

جون 2024 میں زری پالیسی کمیٹی نے زری پالیسی اقدامات میں نرمی کرتے ہوئے شرح سود میں مجموعی طور پر 450 بیس پوائنٹس کی کمی کی جو 22 فیصد کی تاریخی بلند ترین شرح سے کم ہو کر 17.50 فیصد پر آگئی ہے۔ یہ فیصلہ افراط زر میں توقع سے زیادہ تیزی سے کمی کے بعد کیا گیا جو اگست 2024 میں سالانہ بنیاد پر 9.64 فیصد پر آگئی۔

محدود طلب، ضروری اشیاء کیلئے سپلائی چین میں بہتری، مالی اور زری اقدامات کو مربوط بنانے کیلئے جاری کوششیں، عالمی سطح پر اجناس کی موزوں قیمتیں، توانائی کی انتظامی قیمتوں میں ایڈجسٹمنٹ میں تاخیر اور موزوں بنیادی اثرات افراط زر میں کمی سے منسوب کیے جاسکتے ہیں۔ افراط زر میں کمی کا رجحان جاری ہے اور امید ہے اس میں مزید کمی ہوگی۔ تاہم اسے مستقبل میں توانائی کی قیمتوں میں انتظامی تبدیلیوں کے وقت اور حجم، عالمی کموڈٹی مارکیٹس میں اتار چڑھا اور محصولات کی کمی کو پورا کرنے کے لیے ممکنہ نئے ٹیکس اقدامات سے خطرات درپیش ہیں۔

حکومت کے سالانہ منصوبہ 2024-2024 کے مطابق معاشی شرح نمو 3.6 فیصد ہونے کی توقع ہے۔ یہ شرح نمو انڈسٹری اور خدمات کے شعبوں اور زرعی شعبہ کی مضبوط کارکردگی کی بنا پر ممکن ہوئی جن کی شرح نمو بالترتیب 4.4 فیصد اور 4.1 فیصد جبکہ زرعی شعبہ کی نمو 2.0 فیصد تک ہونے کی توقع ہے۔ آگے بڑھتے ہوئے مارکیٹ کی کارکردگی کے اہم عوامل میں آئی ایم ایف کے بڑے پروگرام کی منظوری کے لیے بورڈ سے پیشرفت اور دیگر ذرائع سے ممکنہ مالی معاونت شامل ہیں جو سرمایہ کاروں کے اعتماد کو برقرار رکھنے کا باعث بن سکتے ہیں۔ تاہم سیاسی غیر یقینی صورتحال اور غیر ملکی شراکت داروں کی طرف سے مالی معاونت میں مزید تاخیر مارکیٹ کی کارکردگی کے لیے نمایاں منفی خطرات پیدا کرتی ہے۔

نتیجتاً، اسٹاک مارکیٹ مستقبل میں نمایاں منافع کے امکانات رکھتی ہے، کیونکہ یہ 3.9x کے کم فارورڈ پی ای پریٹریڈ ہو رہی ہے اور 11 فیصد کی پرکشش منافع منقسمہ فراہم کر رہی ہے۔

برائے و منجانب بورڈ

عمران موتی والا

چیف ایگزیکٹو آفیسر

خالد محمود

چیئر مین

FUND INFORMATION

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

Auditors

M/s Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8,
KCHSU Shahrah-e-Faisal,
Karachi-75350

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.
YPay Financial Services (Pvt.) Ltd.

Rating-AKDIDDF

BY PACRA: AA(f)

FUND MANAGER'S REPORT

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

Open – end Shariah Compliant Money Market Scheme

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

AKD Islamic Daily Dividend Fund (AKDIDDF) is a fund that primarily focuses on Shariah compliant money market securities and instruments. The objective of AKDIDDF is to provide competitive return in the form of daily dividend by investing in low risk and highly liquid Shariah Compliant money market instruments.

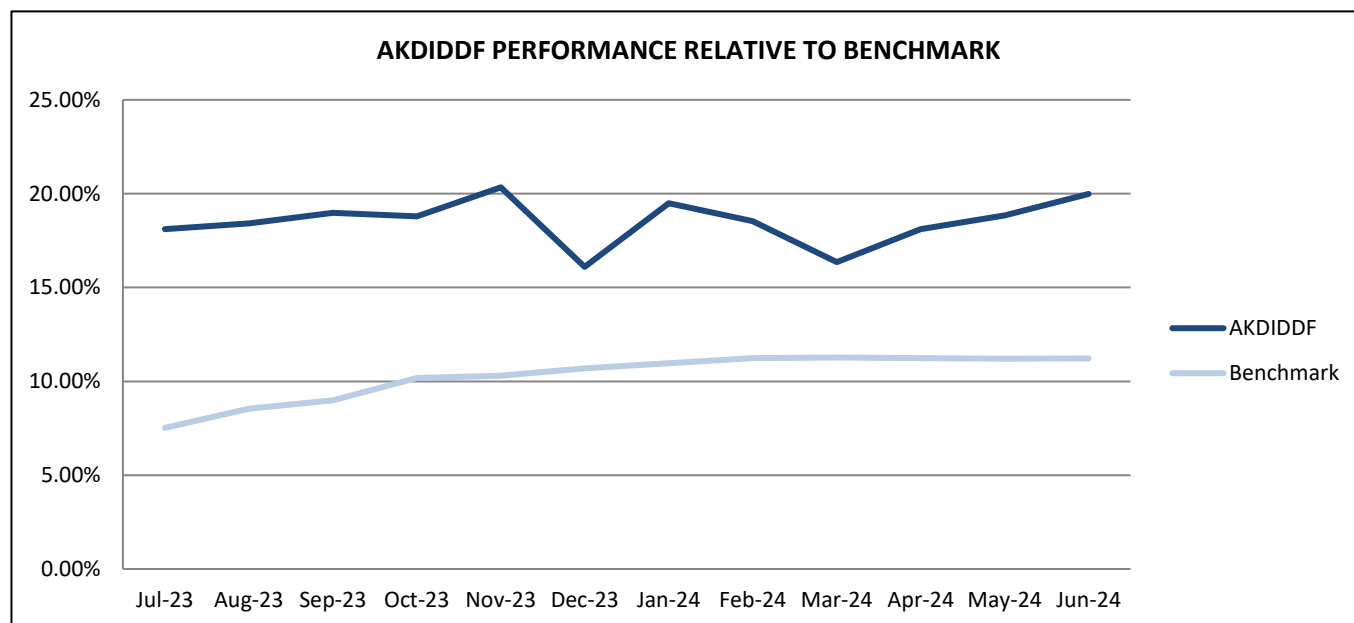
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the FY24, the return of AKD Islamic Daily Dividend Fund stood at 20.31% compared to the benchmark return of 10.28%.

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

Three (3) months average deposit rates of three (3) AA Rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.

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



Monthly Return (annualized)	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24
AKDIDDF	18.11%	18.42%	18.98%	18.79%	20.34%	16.10%	19.50%	18.53%	16.36%	18.11%	18.85%	19.98%
Benchmark	7.52%	8.54%	8.99%	10.18%	10.30%	10.69%	10.96%	11.24%	11.27%	11.24%	11.20%	11.22%

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

AKD Islamic Daily Dividend Fund is an open – end Shariah Compliant Money Market Scheme. The returns of the fund are generated primarily through investment in government securities, Shariah Complaint corporate debt instruments, and Islamic bank deposits. AKDIDDF 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:**

Asset Allocation (% of Total Assets)	30-Jun-24	30-Jun-23
Cash and Cash Equivalents	62.99%	89.59%
Commercial Papers / Short Term Sukuk	14.63%	8.25%
Placements with Banks and DFIs	-	-
Govt. Backed/Guaranteed Securities (over 90 days)	18.57%	-
Other Assets including Receivables	3.81%	2.16%

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

FY24 Return	20.31%
Benchmark Return	10.28%

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

Net Assets Value		NAV Per Unit (Ex Div.)		
30-Jun-24	30-Jun-23	Change in Net Assets	30-Jun-24	30-Jun-23
(Rupees in 000)			(Rupees)	
532,733	216,510	146.05%	50.0000	50.0000

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:**

MACRO PERSPECTIVE

Since the onset of FY24, Pakistan's economic growth prospects have shown marked improvement, supported by prudent policy measures enacted by the Government and the successful completion of the IMF Stand-by Arrangement program. This progress has facilitated the resumption of inflows and the rollover of debt from multilateral and bilateral partners, alleviating pressure on the current account. As anticipated, the Country's real GDP growth reached 2.38% in FY24, reflecting ongoing challenges as inflation persisted above the target range and certain monetary and fiscal policy reforms implemented, which were necessary to ensure financial stability amid elevated external and domestic financing needs. This fiscal year also marks the initiation of the monetary easing cycle, following a considerable period during which the State Bank of Pakistan (SBP) maintained a cautious monetary policy stance, keeping the policy rate at a historically high level of 22%.

In its last meeting on September 12, 2024, the Monetary Policy Committee (MPC) of the State Bank of Pakistan decided to further reduce the policy rate by 200 bps to 17.50%. The SBP premised its decision on sharp decline in inflation over preceding two months, which has somewhat outpaced the Committee's earlier expectations. This decline is primarily attributed to delays in implementing planned increases in administered energy prices, as well as favorable trends in global oil and food prices. In light of recent economic developments and potential risks to the inflation outlook, the MPC assessed that the real interest rate to still be adequately positive, positioning it to guide inflation toward the medium-term target of 5 – 7 percent and help ensure macroeconomic stability.

In August 2024, the National Consumer Price Index (NCPI) fell to a single-digit rate of 9.64% YoY, down from 11.09% in July 2024 and significantly lower than 27.38% in August 2023, taking the average inflation for the first two months of FY25 to 10.36%. On MoM basis, the NCPI increased by 0.39%, driven primarily by a 1.46% rise in the Food Index, attributed to higher prices of food items, and a general rise in prices across other sectors. Regionally, Urban and Rural CPI were recorded at 11.71% and 6.73%, respectively. While prices for food and other essential items saw an increase during the month, the overall CPI declined, influenced by a high base effect and a 1.40% reduction in the Housing Index on a MoM basis. Looking forward, inflation is projected to continue its downward trajectory, supported by a sufficiently tight fiscal and monetary policy.

On the external front, the current account recorded a surplus of USD 75 million in August 2024, compared to a revised deficit of USD 246 million in the previous month. This brings the Current Account Deficit (CAD) for the first two months of FY25 to USD 171 million, reflecting an impressive 81% reduction from USD 893 million during the same period last year. Furthermore, the CAD for FY24 was reported at USD 665 million, down significantly from USD 3.28 billion, marking an 80% YoY reduction. This noteworthy decline in the CAD is primarily driven by a decrease in the trade deficit with a marked increase in overseas workers' remittances and higher other current transfers. Total imports for FY24 amounted to USD 63.28 billion, a 3% increase compared to the previous year. However, this rise was more than offset by a significant increase in total exports, which reached USD 38.90 billion, reflecting a 10% YoY growth.

Moreover, a stable exchange rate has contributed to a boost in workers' remittances, which totaled USD 30.25 billion in FY24, representing an 11% increase from USD 27.33 billion in the same period last year. This improvement in the external sector indicates a positive momentum in trade and remittances, enhancing the country's balance of payments and overall economic stability.

According to the data released by the SBP, the foreign exchange reserves held by the central bank stood at USD 9.39 billion by the end of FY24, with the Country's liquid foreign exchange reserves reaching USD 14.00 billion. This marks a remarkable 53% increase since the beginning of the fiscal year. This surge can be primarily attributed to the disbursement of tranches under the IMF Stand-by Arrangement and other inflows from friendly countries. Additionally, this growth has been bolstered by an uptick in export earnings and elevated overseas workers' remittances. This increase in reserves not only enhances the Country's ability to meet its external obligations but is also likely to strengthen investor confidence in

Pakistan's economic prospects. Currently, the total liquid foreign exchange reserves are USD 14.87 billion as on September 20, 2024.

During FY24, the Federal Board of Revenue (FBR) collected PKR 9,306 billion, surpassing the ambitious assigned target of PKR 9,252 billion by a significant margin of PKR 54 billion, and registering a growth of 30% compared to the same period last year. With a tax collection target of PKR 9,252 trillion for FY24, ~29% higher from the previous year's collection, the FBR has been making continuous efforts such as broadening the tax base and imposing taxes on sectors historically under-taxed to achieve its goal. Meanwhile, the Government's fiscal policy has been centered on maintaining a primary balance surplus, demonstrating fiscal discipline and stability essential for continued support from international financial institutions.

The Government's persistent efforts to attract foreign investment, coupled with the relative stability in exchange rates, have yielded promising results so far, evident by the net foreign investments reaching USD 1,519 million in FY24, a significant growth of 153% YoY. Out of the total foreign inflows USD 2,022 million, China and Hong Kong accounted for USD 927 million, representing 46% of the total. Other significant investments originated from the United Kingdom, amounting to USD 286 million (14%), and the United States, contributing USD 184 million (9%). These figures indicate a diversified investor base and highlight the attractiveness of Pakistan's investment environment to major global players.

FIXED INCOME REVIEW:

Throughout the year, the State Bank of Pakistan has consistently adhered to a cautious monetary policy stance, keeping the policy rate at a historically high level of 22% until implementing monetary easing in June 2024. This conservative stance was necessitated by ongoing inflationary pressures, which, despite a notable deceleration in last few months, remained elevated, with the average NCPI for the period at 23.41% YoY as of June 2024.

The decision to maintain the heightened policy rate during the year has resulted in elevated yields on government debt securities. Consequently, these securities have attracted substantial investor interest, as investors seek enhanced returns offered by government debt securities, despite the alternative of a high-performing equity market.

During the period, SBP conducted a total of twenty six (26) Market Treasury Bills (MTB) auctions, where the Government managed to raise PKR 21.68 trillion against the auction target of PKR 21.10 trillion. Notably, the weighted average yields for 3, 6, and 12-month MTB were 21.69%, 21.61%, and 21.41% respectively, up by 362 bps, 358 bps, and 334 bps as compared to 18.07%, 18.03%, and 18.07% during the same period last year.

To further address the need for liquidity, SBP also conducted twelve (12) auctions of fixed-rate Pakistan Investment Bonds (PIB) and was successful in raising PKR 1.49 trillion. The weighted average yield for 3, 5, and 10 years PIB increased by 248 bps, 229 bps, and 134 bps to 17.70%, 15.62%, and 14.28% respectively, as compared to 15.22%, 13.32%, and 12.94% during the same period last year.

In the market for Shariah Compliant instruments, a significant milestone was reached with the decision to conduct primary market auctions of GOP Ijara Sukuk through capital markets. This aims to broaden the investor base, increase transparency, and foster competitive pricing for government debt securities.

A total of sixteen (16) auctions were held for GOP Ijara Sukuk, including those conducted 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 1.89 trillion, against the target of PKR 2.00 trillion.

Looking ahead to the auction target calendars for September through November 2024, the State Bank of Pakistan aims to raise PKR 3.48 trillion by issuing 3 to 12-month MTB against the maturing amount of PKR 4.59 trillion. Additionally, the SBP targets to raise PKR 500 billion through 2 to 10-year fixed-rate PIB against maturing amount of PKR 534 billion whereas, PKR 2.32 trillion is targeted to be raised through 2 to 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 860 billion.

FUTURE OUTLOOK:

Following the successful completion of the Stand-By Arrangement with the IMF, authorities are in negotiations for a USD 7 billion Extended Fund Facility (EFF), pending approval from the IMF Executive Board, anticipated by the end of September 2024. This EFF program aims to capitalize on the macroeconomic stability achieved over the past year under the SBA by continuing efforts to strengthen public finances, reduce inflation, restore foreign exchange reserves, and eliminate economic distortions to foster growth. Key focus areas of the program includes implementing energy sector reforms, maintain a flexible exchange rate, strengthen fiscal and monetary policy, reforms to broaden the tax base, and improve State Owned Enterprises (SOE) management. Investors are closely watching these developments for insights into the future economic landscape and likewise market performance.

The Monetary Policy Committee embarked on a monetary easing stance in June 2024 and since then has reduced the policy rate by a substantial 450 bps to 17.50%, down from a historical high of 22%. This was in response to better than earlier anticipated decline in inflation which dropped to 9.64% YoY in August 2024, signaling a transition to single-digit inflation for the first time in a considerable period.

This pace of disinflation can be attributed to the impact of contained demand, reinforced by improved supply chain for essential food items, ongoing fiscal and monetary consolidation efforts, favorable global commodity prices, delays in upward adjustments in administered energy prices, and a favorable base effect. While inflation is on a downward trend and is expected to continue this trajectory, it remains vulnerable to risks such as the timing and magnitude of future adjustments in administered energy prices, volatility in global commodity markets, and potential new taxation measures to address revenue shortfalls. SBP projects that average inflation for FY25 will fall below the previously estimated range of 11.5% to 13.5%. However, this outlook is contingent upon achieving targeted fiscal consolidation and the timely realization of anticipated external inflows.

According to the Government's Annual Plan 2024-25, the economy is expected to achieve a growth rate of 3.6%. This growth will be driven by robust performances in the industrial and services sectors, projected to grow by 4.4% and 4.1% respectively, while the agriculture sector is anticipated to grow at 2.0%. Looking ahead, key drivers of market performance that are likely to sustain investor confidence include progress in securing board's approval for a larger IMF program and potential inflows from other

sources. However, political uncertainty and any further delays in inflows from foreign partners pose significant downside risks to the market's performance.

In conclusion, the stock market holds significant potential for future gains, trading at a low forward PE of 3.9x and offers an attractive dividend yield of 11%.

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
0.0001 to 9,999	6
10,000 to 49,999	0
50,000 - 99,999	1
100,000 - 499,999	4
500,000 and above	4
Total	15

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.

Head Office:

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TRUSTEE REPORT TO THE UNIT HOLDERS

AKD ISLAMIC DAILY DIVIDEND FUND

Report of the Trustee pursuant to Regulation 41(h) and Clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of AKD Islamic Daily Dividend 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 year ended June 30, 2024 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 management fee, fee payable to Securities and Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; 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.

We would like to draw Unit holders' attention towards the fact that Management Company has not provided financial statements of the Fund therefore we are neither able to obtain the assurances we get from the audited financial statements nor able to verify the methodology and procedures adopted by the Management Company for the calculation of the value of units as on June 30, 2024.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, September 27, 2024

September 30, 2024



الحمد لله رب العالمين، والصلاة والسلام على سيد الأنبياء والمرسلين، وعلى آله وصحبه أجمعين، وبعد

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2024 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in **AKD Islamic Daily Dividend Fund** managed by **AKD Investment Management Limited** are Permissible and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

والله أعلم بالصواب، وصلى الله على نبينا محمد وعلى آله وصحبه وبارك وسلم

For and on behalf of Al-Hilal Shariah Advisors (Pvt.) Limited.

Mufti Irshad Ahmad Aijaz
Member Shariah Council



Faraz Younus Bandukda, CFA
Chief Executive

AKD ISLAMIC DAILY DIVIDEND FUND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of AKD Islamic Daily Dividend Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **AKD Islamic Daily Dividend Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2024, and the income statement, statement of comprehensive income, the statement of movement in unit holders' fund and cash flow statement for the year ended June 30, 2024 and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2024, and of its financial performance, and its cash flows and transactions for the year ended June 30, 2024 in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund and AKD Investment Management Limited (Management Company) in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)* as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. This matter was addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key audit matter	How the matter was addressed in our audit
1	Valuation and existence of investments at fair value As disclosed in note 5.2 to the financial statements, investments carried at fair value through profit or loss amounted to Rs. 200.35 million as at June 30, 2024 consisting of investments in government securities. These investments represent a significant item on the statement of assets and liabilities. This is a main driver of the Fund's performance.	In response to this matter, our key audit procedures included the following: Obtained understanding of relevant controls placed by the Management Company applicable to the balances;

S. No.	Key audit matter	How the matter was addressed in our audit
	Considering the above factors, the valuation and existence of investments are significant areas during our audit due to which, we have considered this as a key audit matter.	- Independently tested valuations by tracing the prices quoted on Mutual Funds Association of Pakistan (MUFAP); - Traced securities held by the Fund with the securities appearing in the Investment portfolio statement (IPS) to verify existence; - Performed verification procedures on purchases and sales on a sample of trades made during the year regarding movement of the securities; and - Any differences identified during our testing that were over our acceptable threshold were investigated further.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report in respect of the Fund, but does not include the financial statements and our auditor's report thereon and the information related to any other fund.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Management Company for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Company.
- Conclude on the appropriateness of Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Directors of Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Shafqat Ali.


Yousuf Adil
Chartered Accountants

Place: Karachi
Date: January 08, 2025
UDIN: AR202410186IUvj1nG4

**AKD ISLAMIC DAILY DIVIDEND FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2024**

	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
ASSETS			
Bank balances			
Investments	4	240,028	195,592
Profit receivable	5	279,350	18,000
Security deposit and prepayments	6	18,862	3,322
Preliminary expenses and floatation cost	7	545	438
	8	749	955
Total assets		539,534	218,307
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	9	1,139	1,122
Payable to Central Depository Company of Pakistan Limited - Trustee	10	20	8
Payable to the Securities and Exchange Commission of Pakistan	11	46	10
Accrued expenses and other liabilities	12	5,718	657
Total liabilities		6,923	1,797
NET ASSETS		532,611	216,510
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)			
		532,611	216,510
CONTINGENCIES AND COMMITMENTS			
	13		
NUMBER OF UNITS IN ISSUE			
	14	10,652,223	4,330,196
NET ASSETS VALUE PER UNIT			
		50.0000	50.0000

The annexed notes from 1 to 29 form an integral part of these financial statements.

MA

**For AKD Investment Management Limited
(Management Company)**

[Signature]
Chief Executive Officer

[Signature]
Acting Chief Financial Officer

[Signature]
Director

**AKD ISLAMIC DAILY DIVIDEND FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024**

INCOME

Net unrealised appreciation on re-measurement of investments
classified 'at fair value through profit or loss'

Income from :

- Short term sukuk

- GOP Ijara sukuk

Profit on bank deposit

Total income

EXPENSES

Remuneration of AKD Investment Management Limited - Management Company

Sindh sales tax on the remuneration of Management Company

Expenses allocated by Management Company

Remuneration of Central Depository Company of Pakistan Limited - Trustee

Sindh sales tax on the remuneration of Trustee

Fee to the Securities and Exchange Commission of Pakistan

Amortisation of preliminary expenses and floatation costs

Auditor's remuneration

Bank and settlement charges

Fees and subscription

Legal and professional

Total expenses

Net income for the year / period before taxation

Taxation

Net income for the year / period

Allocation of net income for the year / period

Net income for the year / period after taxation

Income already paid on units redeemed

Accounting income available for distribution

- Relating to capital gains

- Excluding capital gains

Earnings per unit

The annexed notes from 1 to 29 form an integral part of these financial statements.

**For AKD Investment Management Limited
(Management Company)**

Chief Executive Officer

Acting Chief Financial Officer

Director

2024

From
February 17,
2023 to June
30, 2023

Note

----- (Rupees in '000) -----

5.2

260

11,302

1,903

19,116

-

44,383

7,475

75,061

9,378

9.1

-

78

-

10

9.2

646

49

10.1

205

28

10.2

27

4

11.1

280

10

8.1

206

75

15

298

211

38

22

367

28

108

170

2,175

685

72,886

8,693

16

72,886

8,693

72,886

8,693

72,886

8,693

260

72,626

8,693

72,886

8,693

19

AKD ISLAMIC DAILY DIVIDEND FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2024

From
February 17,
2023 to June
30, 2023

2024

----- (Rupees in '000) -----

72,886

8,693

72,886

8,693

Net income for the year / period

Other comprehensive income for the year / period

Total comprehensive income for the year / period

The annexed notes from 1 to 29 form an integral part of these financial statements.

mp

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Acting Chief Financial Officer


Director

AKD ISLAMIC DAILY DIVIDEND FUND
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024

From
February 17,
2023 to June
30, 2023

----- (Rupees in '000) -----

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the year / period before taxation

72,886 8,693

Adjustments for non - cash and other items

Amortisation of preliminary expenses and floatation costs

206 75

Net unrealised appreciation on re-measurement of investments
classified 'at fair value through profit or loss'

(260) -

Income from short term sukuks

(11,302) (1,903)

Income from GOP Ijara sukuks

(19,116) -

Profit on bank deposits

(44,383) (7,475)

(1,969) (610)

Increase in assets

Security deposit and prepayments

(107) (438)

Increase / (decrease) in liabilities

Payable to AKD Investment Management Limited -Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable to the Securities and Exchange Commission of Pakistan

Accrued expenses and other liabilities

17	92
12	8
36	10
5,061	657

5,126 767

Income from investments received

15,855 -

Profit received on bank deposit

43,406 6,056

Investments - net

(261,090) (18,000)

Net cash used in operating activities

(198,779) (12,225)

CASH FLOWS FROM FINANCING ACTIVITIES

Amount received against issuance of units

Amount paid against redemption of units

Distribution paid

598,321	527,863
(282,220)	(311,353)
(72,886)	(8,693)

243,215 207,817

Net cash generated from financing activities

Net increase in cash and cash equivalents during the year / period

44,436 195,592

Cash and cash equivalents at the beginning of the year / period

195,592 -

Cash and cash equivalents at the end of the year / period

240,028 195,592

The annexed notes from 1 to 29 form an integral part of these financial statements.



For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Acting Chief Financial Officer


Director

AKD ISLAMIC DAILY DIVIDEND FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2024

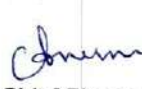
	2024			From February 17, 2023 to June 30, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at beginning of the year / period	216,510	-	216,510	-	-	-
Issue of 11,966,429 (2023:10,557,265) units						
- Capital value	598,321	-	598,321	527,863	-	527,863
- Element of income	-	-	-	-	-	-
	598,321	-	598,321	527,863	-	527,863
Redemption of 5,644,402 (2023: 6,227,069) units						
- Capital value	(282,220)	-	(282,220)	(311,353)	-	(311,353)
- Element of income	-	-	-	-	-	-
	(282,220)	-	(282,220)	(311,353)	-	(311,353)
Total comprehensive income for the year / period	-	72,886	72,886	-	8,693	8,693
Distribution during the year / period	-	(72,886)	(72,886)	-	(8,693)	(8,693)
Net assets at end of the year / period	532,611	-	532,611	216,510	-	216,510
Accounting income available for distribution						
- Relating to capital gains	260			-		
- Excluding capital gains	72,626			8,693		
	72,886			8,693		
Distribution during the year / period	(72,886)			(8,693)		
Undistributed income carried forward	-			-		
Undistributed income carried forward						
- Realised income	-			-		
- Unrealised income	-			-		
	-			-		
		Rupees			Rupees	
Net assets value per unit at beginning of the year / period		50.0000			50.0000	
Net assets value per unit at end of the year / period		50.0000			50.0000	

The annexed notes from 1 to 29 form an integral part of these financial statements.

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For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Acting Chief Financial Officer


Director

AKD ISLAMIC DAILY DIVIDEND FUND
NOTES COMPRISING MATERIAL ACCOUNTING POLICY INFORMATION AND OTHER EXPLANATORY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD 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 Shariah Compliant Money Market Scheme which primarily invests in Shariah Compliant Investments. The Fund shall be subject to such exposure limits as are specified in the Rules, the Regulations and directives and circulars issued by SECP from time to time.

The Objective of the Fund is to provide a competitive rate of return by investing primarily in liquid Shariah Compliant money market securities.

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 "AM3++" by the Pakistan Credit Rating Agency Limited (PACRA) on June 27, 2024. The Fund has maintained stability rating of 'AA(f)' by PACRA on September 09, 2024.

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

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 Financial Reporting Standards (IFRS) 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 provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, along with Part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules and the NBFC Regulations have been followed.

2.1.2 The SECP through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of IFRS 9 for debt securities on mutual funds. Currently, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities.

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2.1.3 The prior period amounts of the income statement, statement of comprehensive income, statement of movement in unit holder's fund and the cash flow statement are not comparable as the comparative figures represent the results of period from February 17, 2023 to June 30, 2023 whilst the figures for the current period represent the results of complete financial year of the Fund.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

These financial statements are presented in Pakistan 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 Critical accounting estimates, judgements and changes therein

The preparation of the financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgements and assumptions that affect the reported amount of assets, liabilities, income and expenses. It also requires the management to exercise judgement in application of its accounting policies. The estimates, judgements and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. Revisions to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements as a whole are as follows:

- (i) Classification and valuation of financial assets (Note 3.1.1);
- (ii) Impairment of financial assets (Note 3.1.5); and
- (iii) Provisions (Note 3.4)
- (iv) Contingencies and commitments (Note 13)
- (v) Taxation (Notes 5 and 16)

2.5 Amendments to accounting standards

2.5.1 Amendments to accounting standards that are effective for the year ended June 30, 2024

The following amendments to accounting standards are effective for the year ended June 30, 2024. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

Amendments to IAS 1 'Presentation of Financial Statements' and IFRS Practice Statement 2 - Disclosure of accounting policies

Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates

Amendments to IAS 12 'Income Taxes' - deferred tax related to assets and liabilities arising from a single transaction

Amendments to IAS 12 'Income Taxes' - International Tax Reform — Pillar Two Model Rules

Due to the adoption of Amendments to IAS 1 'Presentation of Financial Statements' - Disclosure of accounting policies effective from January 01, 2023, the word 'significant' has been replaced with 'material' as reflected in related note of accounting policies (note 3). Although the amendments did not result in any changes to the accounting policies themselves.

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2.5.1 New standard and amendments to accounting standards that are not yet effective

The following new standard and amendments to accounting standards are only effective for accounting period, beginning on or after the date mentioned against each of them. These amendments to accounting standards and new standard are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective from accounting period beginning on or after
Amendments to IFRS 16 'Leases' - Clarification on how seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Covenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' and IFRS 7 'Financial Instruments: Disclosures' - Supplier Finance Arrangements	January 01, 2024
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability	January 01, 2025
IFRS 17 - 'Insurance Contracts' (including the amendments made in June 2020 and December 2021)	January 01, 2026
Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial Instruments: Disclosures' - Classification and measurement of financial instruments	January 01, 2026

Other than amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 - First Time Adoption of International Financial Reporting Standards
- IFRS 18 - Presentation and Disclosures in Financial Statements
- IFRS 19 - Subsidiaries without Public Accountability: Disclosures

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 Financial Instruments

3.1.1 Classification of financial assets

IFRS 9 contains three principal classification categories for financial assets:

- Amortised cost (AC),
- Fair value through other comprehensive income (FVOCI); and
- Fair value through profit or loss (FVTPL).

Financial assets at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as FVTPL:

- 1) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- 2) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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Financial assets at FVOCI

A financial asset is measured at FVOCI only if it meets both of the following conditions and is not designated as FVTPL:

- 1) the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- 2) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in Other Comprehensive Income (OCI), only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTPL

All other financial assets are classified at FVTPL (for example: equity held for trading and debt securities not classified either as AC or FVOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to measure at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

3.1.2 Recognition and initial measurement of financial instruments

Financial assets and financial liabilities are recognised in the Fund's statement of assets and liabilities when the Fund becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the income statement.

3.1.3 Subsequent measurement of financial assets

Financial assets at amortised cost

Financial assets at amortised cost are subsequently measured at amortised cost. Amortised cost is calculated using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

Financial assets at FVOCI

All financial assets at FVOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in other comprehensive income.

For debt instruments classified as financial assets at FVOCI, the amounts already recognised in other comprehensive income are reclassified to income statement on derecognition of financial assets. This treatment is in contrast to equity instruments classified as financial assets at FVOCI, where there is no reclassification on derecognition.

Financial assets at FVTPL

All financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the income statement.

3.1.4 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:



Basis of valuation of debt securities

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP). In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorizes them as traded, thinly traded and non-traded securities. The aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non performing debt securities.

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV / PKFRV / PKISRV) which are based on the remaining tenor of the securities. Moreover, listed government securities traded on Pakistan Stock Exchange are valued at rates quoted on Pakistan Stock Exchange (PSX).

3.1.5 Impairment

For financial assets other than debt securities measured at amortised cost, IFRS 9 requires recognition of impairment based on expected credit loss (ECL) model. Under IFRS 9, the Fund is required to measure loss allowance equal to an amount equal to lifetime ECL or 12 months ECL based on credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

As disclosed in note 2.1.2 of these financial statements, the Fund follows requirements of circular 33 of 2012 (the circular) for impairment of debt securities. Under the circular, provision for non performing debt securities is made on the basis of time based criteria as prescribed under the circular. Impairment losses recognised on debt securities can be reversed through the income statement.

As allowed under circular no. 33 of 2012 dated October 24, 2012 issued by the SECP, the Management Company may also make provision against debt securities over and above minimum provision requirement prescribed in aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Management Company on its website.

3.1.6 Classification and measurement of financial liabilities

All financial liabilities are measured subsequently at amortised cost using the effective interest rate or at FVTPL. The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortised cost of a financial liability.

3.1.7 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or where the entity has transferred substantially all risks and rewards of ownership.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

3.1.8 Regular way contracts

All purchases and sales of securities that require delivery within the time frame established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

3.1.9 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

3.2 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value.

3.3 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

3.4 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions, if any, are regularly reviewed and adjusted to reflect the current best estimate.

3.5 Taxation

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend.

The Fund is also exempt from the Provisions of Section 113 (minimum tax) and section 113C (Alternative Corporate Tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund does not account for deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least 90% of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

3.6 Dividend distribution and appropriations

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year is deemed to comprise of the portion of income already paid on units redeemed during the year and cash distribution for the year.

Regulation 63 of the NBFC Regulations requires the Fund to distribute at least 90% of the net accounting income other than capital gains to the unit holders.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

3.7 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours on that date. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load and any provision for duties and charges, if applicable. The sales load is payable to investment facilitators, distributors and the Management Company.

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Units redeemed are recorded at the redemption price, applicable to units for which the distributors receive redemption applications during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, and charges on redemption, if applicable.

3.8 Element of income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

3.9 Net assets value per unit

The net assets value (NAV) per unit as disclosed in the statement of assets and liabilities is calculated by dividing the net asset of the Fund by the number of units in issue at the year end.

3.10 Revenue recognition

- Unrealised gains / (losses) arising on remeasurement of investments classified as 'at fair value through profit or loss' is included in the income statement in the period in which it arises.
- Profit on bank deposits, short term sukuks and GOP Ijara are recognised on a time proportionate basis using the effective interest rate method.

3.11 Expenses

All expenses including NAV based expenses (namely management fee, trustee fee, fee payable to the SECP, and selling and marketing expense) are recognised in the income statement on an accrual basis.

	Note	2024 ----- (Rupees in '000) -----	2023
4. BANK BALANCES			
In savings account	4.1	<u>240,028</u>	<u>195,592</u>
4.1 This represents profit and loss sharing account maintained with bank carrying profit at the rate of 18.5% (2023: 19%) per annum.			
5. INVESTMENTS			
At amortised cost			
Short Term Sukuks	5.1	<u>79,000</u>	<u>18,000</u>
At fair value through profit or loss			
GOP Ijara Sukuks	5.2	<u>200,350</u>	<u>-</u>
		<u><u>279,350</u></u>	<u><u>18,000</u></u>

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5.1 Short Term Sukuks

Name of investee Company	Rate of return per annum	Issue date	Maturity date	Face value				Carrying value as at June 30, 2024	Rating	Carrying value as a percentage of	
				As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at June 30, 2024			Investments	Net assets
----- (Rupees in '000) ----- (%) -----											
Power Generation and Distribution											
K-Electric Limited	22.82	February 27, 2023	August 28, 2023	18,000	-	18,000	-	-	-	-	-
K-Electric Limited	23.24	August 9, 2023	February 9, 2024	-	12,000	12,000	-	-	-	-	-
Lucky Electric Power Company Limited	23.55	August 16, 2023	February 16, 2024	-	10,000	10,000	-	-	-	-	-
K-Electric Limited	23.61	August 28, 2023	February 28, 2024	-	18,000	18,000	-	-	-	-	-
K-Electric Limited	23.61	August 28, 2023	February 28, 2024	-	13,000	13,000	-	-	-	-	-
K-Electric Limited	23.61	August 28, 2023	February 28, 2024	-	43,000	43,000	-	-	-	-	-
Lucky Electric Power Company Limited	21.74	December 28, 2023	June 28, 2024	-	15,000	15,000	-	-	-	-	-
K-Electric Limited	21.69	May 2, 2024	November 1, 2024	-	75,000	-	75,000	75,000	A-1+	27%	14%
K-Electric Limited	21.06	June 4, 2024	December 4, 2024	-	4,000	-	4,000	4,000	A-1+	1%	1%
							79,000	79,000			

5.2 Government of Pakistan - Ijarah Sukuk Bonds

Name of Security	Rate of return per annum (%)	Issue date	Maturity date	Face value				As at June 30, 2024			Market value as a percentage of	
				As at July 01, 2023	Purchased during the period	Matured during the period	As at June 30, 2024	Carrying value	Market value	Unrealised gain / (loss)	Investments	Net assets
				(Rupees in '000)							(%)	
GOP Ijarah - 1 Year - (Fixed)	23.60	April 17, 2023	April 17, 2024	-	101,600	101,600	-	-	-	-	-	
GOP Ijarah - 1 Year - (Fixed)	21.24	August 7, 2023	August 7, 2024	-	99,940	-	99,940	99,940	100,060	120	36%	
GOP Ijarah - 1 Year - (Fixed)	20.94	October 9, 2023	October 9, 2024	-	100,150	-	100,150	100,150	100,290	140	36%	
							200,090	200,350	260			

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	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
6. PROFIT RECEIVABLE			
Profit receivable on:			
- Bank deposits		2,928	1,951
- Short term sukuks		2,736	1,371
- GOP Ijara sukuks		13,198	-
		<u>18,862</u>	<u>3,322</u>
7. SECURITY DEPOSIT AND PREPAYMENTS			
Security deposit with Central Depository Company of Pakistan Limited		200	200
Prepaid fee:			
- Central depository system		1	18
- Shariah Advisory		212	105
- Rating		132	115
- Listing fee		-	-
		<u>545</u>	<u>438</u>
8. PRELIMINARY EXPENSES AND FLOATATION COST			
Preliminary expenses and floatation cost	8.1	955	1,030
Less: amortised during the period		(206)	(75)
		<u>749</u>	<u>955</u>
8.1 Preliminary expenses and floatation cost represent expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of five years commencing from February 17, 2023.			
9. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
Payable against formation cost		1,030	1,030
Other expenses paid by Management Company on behalf of the Fund	9.1 & 9.2	109	92
		<u>1,139</u>	<u>1,122</u>
9.1 The Management Company has charged remuneration at the 0% per annum of the average net assets of the Fund from July 01, 2023 to June 30, 2024. Therefore no management fee has charged during the year (2023: 0.4% from February 2023 to March 2023).			
9.2 The Management Company has charged expenses at the rate of 0.25% per annum of the average net assets of the Fund from January 01, 2024 to June 30, 2024.			
10. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
Trustee fee	10.1	17	6
Sindh sales tax payable on trustee fee	10.2	2	1
CDS charges		1	1
		<u>20</u>	<u>8</u>

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- 10.1 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 of the Fund. The remuneration is paid to the Trustee at 0.055% (2023: 0.055%) per annum of net assets on monthly basis in arrears.
- 10.2 Sindh sales tax on services has charged at the rate of 13% (2023: 13%) on gross value of trustee fee under the provisions of Sindh Sales Tax on Services Act, 2011.

	Note	2024 ---- (Rupees in '000) ----	2023
11. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Fee payable to the SECP	11.1	<u>46</u>	<u>10</u>

- 11.1 Effective from July 1, 2023 as amended through SRO 592 dated May 17, 2023, a Collective Investment Scheme (CIS) is required to pay fee to the Securities and Exchange Commission of Pakistan (SECP) on monthly basis at the rate of 0.075% of average net assets of Collective Investment Scheme calculated on daily basis.

Till June 30, 2023, an annual fee at the rate of 0.02% of average Net Assets of Collective Investment Scheme was payable by the Fund.

	2024 ---- (Rupees in '000) ----	2023
12. ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditor's remuneration	298	211
Withholding tax payable	5,412	446
Others	8	-
	<u>5,718</u>	<u>657</u>

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2024 and June 30, 2023.

	2024	From February 17, 2023 to June 30, 2023
14. NUMBER OF UNITS IN ISSUE		Number of Units
Units at beginning of the year / period	4,330,196	-
Units issued during the year / period	11,966,429	10,557,265
Less: Units redeemed during the year / period	(5,644,402)	(6,227,069)
Total units in issue at the end of the year / period	<u>10,652,223</u>	<u>4,330,196</u>

	2024	From February 17, 2023 to June 30, 2023
15. AUDITOR'S REMUNERATION		---- (Rupees in '000) ----
Annual audit	165	150
Half yearly fee	75	-
Other certification	21	30
Out of pocket	15	15
	<u>276</u>	<u>195</u>
Sindh sales tax	22	16
	<u>298</u>	<u>211</u>

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16. 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 to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised 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 Regulations, 2008, the Fund is required to 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 of Section 113 (minimum tax) and section 113 C (Alternate Corporate tax) under clause 11A of Part IV of the Second Schedule to the income Tax Ordinance, 2001. Since the management has distributed the income earned by the Fund during the year to the unit holders in cash in the manner as explained above. Accordingly, no provision for taxation has been made in these financial statements.

17. 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.

18. TOTAL EXPENSE RATIO

The total expense ratio of the Fund is 0.6% (2023: 1.34%), which includes 0.09% (2023: 0.05%) representing government levies on the Fund such as sales taxes and annual fee to the SECP. This ratio is within the maximum limit of 2.0% prescribed under the NBFC Regulations.

19. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons of the Fund include AKD Investment Management Limited (being the Management Company) and its related entities, Central Depository Company of Pakistan Limited (being the Trustee of the Fund), other collective investment schemes managed by the Management Company, any person or trust beneficially owning (directly or indirectly) ten percent or more of 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 in accordance with market rates.

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

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

	2024	From February 17, 2023 to June 30, 2023
	----- (Rupees in '000) -----	
19.1 Details of transactions with related parties / connected persons during the year / period		
AKD Investment Management Limited - Management Company		
Management fee	-	78
Sales Tax on Management fee	-	10
Expenses allocated by Management Company	646	49
Payable against formation cost	-	1,030
Other expenses paid by Management Company on behalf of the Fund	629	92
Issue of Nil (2023: 86,163) Units	-	4,308
Redemption of Nil (2023: 86,163) Units	-	4,308
Dividend paid (gross)	-	11

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From February
2024 17, 2023 to June
30, 2023
----- (Rupees in '000) -----

Central Depository Company of Pakistan Limited - Trustee

Trustee fee	205	28
Sindh Sales Tax on trustee fee	27	4
CDS charges	35	16

Hina Aqeel - Close Relative of the Sponsor of the Management Company

Issue of Nil (2023: 4,010) Units	-	200
Redemption of Nil (2023: 4,010) Units	-	200

AKD Islamic Income Fund

Purchase 43 units of sukuks (2023: Nil)	46,699	-
--	--------	---

Unit holders holding 10% or more of the units in issue

National Management and Consultancy Services Private Limited

Issue of 8,816,096 (2023:1,034,650) Units	440,805	51,732
Redemption of 4,305,809 (2023: Nil) Units	215,290	-
Dividend paid (gross)	10,496	2,038

M3 Technologies Pakistan Private Limited**

Issue of 2,235,539 (2023: Nil) Units	111,777	-
Redemption of 1,098 (2023: Nil) Units	55	-
Dividend paid (gross)	4,230	-

**Askari General Insurance Company Limited Window Takaful Operations
OPF Investment ***

Issue of Nil (2023: 622,958) Units	-	31,148
Dividend paid (gross)	-	157

Abdul Wahab Ghaffar Kodvavi *

Issue of Nil (2023: 635,335) Units	-	31,767
Dividend paid (gross)	-	1,938

**Askari General Insurance Company Limited Window Takaful Operations
PTF Investment ***

Issue of Nil (2023: 901,967) Units	-	45,098
Redemption of Nil (2023: Nil) Units	-	-
Dividend paid (gross)	-	228

2024 2023
----- (Rupees in '000) -----

**19.2 Details of balances with related parties / connected persons as
at year / period end**

AKD Investment Management Limited - Management Company

Payable against formation cost	1,030	1,030
Other expenses paid by Management Company on behalf of Fund	109	92

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	17	6
Sindh sales tax payable on trustee fee	2	1
CDS charges payable	1	1

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	2024	2023
	----- (Rupees in '000) -----	
Unit holders holding 10% or more of the units in issue		
M3 Technologies Pakistan Private Limited **		
Outstanding units: 2,234,441 (2023: Nil)	111,722	-
National Management and Consultancy Services Private Limited		
Outstanding units: 5,544,937 (2023: 1,034,650 units)	277,247	51,732
Askari General Insurance Company Limited Window Takaful Operations PTF Investment *		
Outstanding units: Nil (2023: 901,967 units)	-	45,098
Abdul Wahab Ghaffar Kodvavi *		
Outstanding units : Nil (2023: 635,335 units)	-	31,767
Askari General Insurance Company Limited Window Takaful Operations		
Outstanding units: Nil (2023: 622,958)	-	31,148

* Prior period connected person, current figures not shown

** Current period connected person, prior period figures are not shown

20. FINANCIAL INSTRUMENTS BY CATEGORY

All the financial assets and liabilities carried on the statement of assets and liabilities are categorised as follows:

	2024	2023
	----- (Rupees in '000) -----	
Financial assets		
At fair value through profit or loss		
Investment		
GOP Ijara Sukuks	200,350	-
At amortised cost		
Bank balances	240,028	195,592
Investments in Short Term Sukuks	79,000	18,000
Profit receivable	18,862	3,322
Deposits	200	200
	538,440	217,114
Financial liabilities		
At amortised cost		
Payable to AKD Investment Management Limited - Management Company	1,139	1,122
Payable to the Central Depository Company of Pakistan Limited - Trustee	20	8
Accrued expenses and other liabilities	306	211
	1,465	1,341

21. FINANCIAL RISK MANAGEMENT

The Fund's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance.

The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, profit rate and other price risk), credit risk and liquidity risk. Risks of the Fund are being managed by the Management Company in accordance with the approved policies of the investment committee which provides broad guidelines for management of above mentioned risks. The Board of Directors of Management Company has overall responsibility for the establishment and oversight of the Fund's risk management framework.

The Fund's financial assets primarily comprise of bank balances, short term sukuk classified at 'amortised cost' and GOP Ijara sukuks at fair value through profit or loss. The Fund also has profit receivable, receivable of units and deposits. The Fund's principal financial liabilities include remuneration payable to the Management Company, the Trustee and accrued and other liabilities.

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21.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

The Management Company manages market risk by monitoring exposure in marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee of the Fund and the regulations laid down by the Securities and Exchange Commission of Pakistan.

Market risk comprises of three types of risk; currency risk, profit rate risk and other price risk.

21.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pakistan Rupees.

21.1.2 Profit / Yield rate risk

Profit / yield rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit / yield rates. As of June 30, 2024, the Fund is exposed to such risk on its bank balances, investments in short term sukuk and GOP Ijara sukuks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

As of June 30, 2024, details of Fund's profit bearing financial instruments were as follows:

	2024 ---- (Rupees in '000) ----	2023
Variable rate instrument (financial assets)		
Bank balance	<u>240,028</u>	<u>195,592</u>
Fixed rate instruments (financial assets)		
Short term sukuks	79,000	18,000
GOP Ijara sukuks	<u>200,350</u>	-
	<u>279,350</u>	<u>18,000</u>

a) Sensitivity analysis for variable rate instruments

At the reporting date the Fund has bank balances in saving account on which profit is 18.5% (2023: 19%) that could expose the Fund to cash flow profit rate risk. The net income for the period would have increased / decreased by Rs. 2.4 million (2023: Rs.1.956 million) had the profit rate on saving account with the banks increased / decreased by 100 basis points. The analysis assumes that all other variables remain constant.

b) Sensitivity analysis for fixed rate instruments

The Fund is not exposed to fair value profit rate risk for investment in short term sukuk and GOP Ijara sukuks. In case of 100 basis points increase / decrease in profit rates on June 30, 2024, with all other variables held constant, the net income for the year and the net assets would have been remain same.

Exposure to profit rate risk and maturity

Profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

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As at June 30, 2024

As at June 30, 2024

Particular	Effective profit rate	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		

%

----- Rupees in '000 -----

On-balance sheet financial instruments						
Financial assets at amortized cost						
Bank balances	18.5	240,028	-	-	-	240,028
Investments	20.94 - 23.61	79,000	-	-	200,350	279,350
Profit receivable		-	-	-	18,862	18,862
Receivable against conversion		-	-	-	-	-
Deposits		-	-	-	200	200
		319,028	-	-	219,412	538,440
Sub total		319,028	-	-	219,412	538,440
Financial liabilities at amortised cost						
Payable to AKD Investment Management Limited - Management Company		-	-	-	1,139	1,139
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	20	20
Accrued expenses and other liabilities		-	-	-	306	306
Sub total		-	-	-	1,465	1,465
On-balance sheet gap		319,028	-	-	217,947	536,975
Cumulative profit rate sensitivity gap		319,028	319,028	319,028		

As at June 30, 2023

Particular	Effective profit rate	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
	%	----- Rupees in '000 -----				
On-balance sheet financial instruments						
Financial assets at amortised cost						
Bank balances	14.5 - 19	195,592	-	-	-	195,592
Investments	22.82	18,000	-	-	-	18,000
Profit receivable		-	-	-	3,322	3,322
Deposits		-	-	-	200	200
		213,592	-	-	3,522	217,114
Sub total		213,592	-	-	3,522	217,114
Financial liabilities at amortised cost						
Payable to AKD Investment Management Limited - Management Company		-	-	-	1,122	1,122
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	8	8
Accrued expenses and other liabilities		-	-	-	211	211
Sub total		-	-	-	1,341	1,341
On-balance sheet gap		213,592	-	-	2,181	215,773
Cumulative profit rate sensitivity gap		213,592	213,592	213,592		

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21.1.3 Price risk

Price risk is the risk that the fair value of the debt instrument change on the basis of profit rate or future cash flows of a financial instruments will fluctuate as a result of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. Currently, the Fund does not hold any security which exposes the Fund to price risk.

21.2 Credit risk

Credit risk represents the risk of loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from bank balances, deposits, investments and profit receivable.

Management of credit risk

The Fund keeps deposits and performs transactions with reputed financial institutions with reasonably high credit ratings. The Fund has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. This information is supplied by independent rating agencies, where available, and if not available, the Fund uses other publicly available financial information and its own trading records to rate its major customers. The Fund's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Credit risk from bank balances and financial institutions is managed in accordance with the Fund's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are approved by the Board of Directors of the management Company. The limits are set to minimize the concentration of risk and therefore mitigate financial loss through potential counterparty failure.

The Fund's maximum exposure to credit risk is the carrying amounts of following financial assets.

	2024		2023	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Bank balances	240,028	240,028	195,592	195,592
Profit receivable	18,862	5,664	3,322	3,322
Deposit	545	545	200	200
Investment	279,350	79,000	18,000	18,000
	<u>538,785</u>	<u>325,237</u>	<u>217,114</u>	<u>217,114</u>

The analysis below summaries the credit rating quality of the Fund's financial assets with banks as at June 30, 2024.

	Rating Agency	2024		2023	
		Rupees in '000	%	Rupees in '000	%
Bank balances and profit receivable by rating category					
Bank balances					
AA / A-1+	VIS	240,028	100	195,592	100
Profit receivable on bank deposits and short term sukuk					
A-1+	PACRA	2,736	41	1,371	41
AA / A-1+	VIS	2,928	59	1,951	59
		5,664	100	3,322	100

Above ratings are on the basis of available ratings assigned by PACRA and VIS Rating Company Limited as of June 30, 2024.

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Bank balance is assessed to have low credit risk of default since the banks are highly regulated by the State Bank of Pakistan. Accordingly, the Fund estimates that loss allowance on bank balance at the end of the reporting period at an amount equal to life time Expected Credit Loss (ECL). None of the bank balance at the end of the reporting period is past due, and taking into account the historical default experience and the current credit ratings of the bank, the Fund have assessed that there is no impairment, and hence have not recorded any loss allowance on this balance.

	Rating Agency	2024		2023	
		Rupees in '000	%	Rupees in '000	%
Short term Sukuk					
A-1+	PACRA	79,000	100	18,000	100

Above ratings are on the basis of available ratings assigned by PACRA as of June 2024.

Concentration of credit risk

Concentration of credit risk arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. The Fund's transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed.

For the vast majority of transactions the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

21.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to daily cash redemptions, if any, at the option of unit holders. The Fund approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. However, no such instances were witnessed by the Fund during the current year.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash

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As at June 30, 2024				
Within one Month	Over one to three months	Over three to twelve months	Over one to five years	Total
(Rupees in '000)				
Financial liabilities				
Payable to AKD Investment Management Limited - Management Company	1,139	-	-	1,139
Payable to Central Depository Company of Pakistan Limited - Trustee	20	-	-	20
Accrued expenses and other liabilities	306	-	-	306
	1,465	-	-	1,465

As at June 30, 2023				
Within one Month	Over one to three months	Over three to twelve months	Over one to five years	Total
(Rupees in '000)				
Financial liabilities				
Payable to AKD Investment Management Limited - Management Company	1,122	-	-	1,122
Payable to Central Depository Company of Pakistan Limited - Trustee	8	-	-	8
Accrued expenses and other liabilities	211	-	-	211
	1,341	-	-	1,341

23. UNIT HOLDERS' FUND (UHF) RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. These unit holders of the Fund are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund's objective when managing unit holders' fund is to safeguard the Fund's ability to continue as a going concern in order to provide returns for the benefits of the unit holders to maintain a strong base of assets to support the development of the investment activities of the Fund and to meet unexpected losses or opportunities. As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of scheme. In order to comply with the requirement and to maintain or adjust the Unit Holders' Fund, the Fund's policy is to perform the following:

- Monitor the level of daily issuance and redemptions relative to the liquid assets and adjust the amount of distributions the Fund pays to the unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund. This includes the Fund's ability to restrict redemptions; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer of the Management Company critically track the movement of 'Assets under Management'. The Board of Directors of the Management Company is updated regarding key performance indicators, e.g., yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year.

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24. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. 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 participants at the measurement date (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e. period end date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognised at fair value based on:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
ASSETS				
2024				
Investments	200,350	-	-	200,350
2023				
Investments	-	-	-	-

There were no transfers between various levels of fair value hierarchy during the year / period.

25. PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of members of the Investment Committee of the Fund are as follows:

S.no	Name	Designation	Qualification	Experience in years
1	Mr. Imran Motiwala	Chief Executive Officer	B.Sc. (Marketing)	31
2	Mr. Muhammad Yaqoob	Chief Operating Officer and Company Secretary	MBA (Finance), CFA Charterholder	20
3	Ms. Anum Dhedhi	Chief Investment Officer	B.Sc. (Financial Economics)	13
4	Mr. Danish Aslam	Senior Fund Manager	BS (Accounting & Finance), CFA Level I Passed	6

Mr. Danish Aslam is the Manager of the Fund. He is also managing AKD Islamic Income Fund, AKD Aggressive Income Fund and AKD Cash Fund.

As at June 30, 2024

Number of unit holders	Number of units held	% of total units
8	428,917	37
2	1,785,124	35
2	363,026	3
3	8,075,156	25
15	10,652,223	100

26. PATTERN OF UNIT HOLDING

Individuals
Insurance Companies
Retirement funds
Others

MR

	As at June 30, 2023		
	Number of unit holders	Number of units held	% of total units
Individuals	8	1,603,404	37
Insurance Companies	2	1,524,926	35
Retirement funds	2	125,071	3
Others	2	1,076,795	25
	14	4,330,196	100

27. ATTENDANCE AT MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year 97th, 98th, 99th, 100th and 101 board meetings were held on July 5, 2023, September 22, 2023, October 31, 2024, March 29, 2024 and April 30, 2024 respectively. Information in respect of attendance by Directors in these meetings is given below:

S.No.	Name of Director	Held	Number of meetings		Meeting not attended
			Attended	Leave granted	
1	Mr. Abdul Karim Memon *	2	2	-	-
2	Mr. Imran Motiwala	5	5	-	-
3	Ms. Anum Dhedhi	5	4	1	September 22, 2023
4	Mr. Hasan Ahmed	5	5	-	-
5	Ms. Aysha Ahmed	5	5	-	-
6	Mr. Ali Wahab Siddiqui	5	5	-	-
7	Mr. Abid Hussain	5	4	1	September 22, 2023
8	Mr. Khalid Mahmood **	3	3	-	-

*Retired on October 10, 2023

**Appointed on October 10, 2023

28. GENERAL

Figures have been rounded off to the nearest thousand rupees unless otherwise specified.

29. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 30 SEP 2024 by the Board of Directors of the Management Company.

MA

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Acting Chief Financial Officer


Director

AKD ISLAMIC DAILY DIVIDEND FUND PERFORMANCE TABLE

	2024
Total net assets value (Rs '000)	532,611
Net assets value per unit - (Rs)	50.0000
Selling price as at June 30 (Rs)	50.0000
Repurchase price as at June 30 (Rs)	50.0000
Highest selling price (Rs)	50.0000
Lowest selling price (Rs)	50.0000
Highest repurchase price (Rs)	50.0000
Lowest repurchase price (Rs)	50.0000
Return of the Fund	
- capital growth (Rs '000)	532,611
- income distribution (Rs '000)	72,886
Distribution per unit	
Interim	-
Final	
Average Annual Return (Percentage)	
- One year	20.31
Weighted Average Portfolio Duration	45

Note: The portfolio composition of the fund has been disclosed in note 5 to the financial statements.
Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.