AKD Investment
Management Ltd.

February 24, 2011

General Manager
The Karachi Stock Exchange
(Guarantee) Ltd
Stock Exchange Building
Off. I.I. Chundrigar Road
Karachi.

AKD INCOME FUND - (OPEN-END FUND)
FINANCIAL RESULTS – FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2010

Dear Sir

We are pleased to inform you that the Board of Directors of AKD Investment Management Limited, the Management Company of AKD INCOME FUND (AKDIF), in their meeting held on February 24, 2011, at 04:30 p.m. at the registered office 216-217, Continental Trade Centre, Clifton, Karachi, has approved the condensed interim financial results for the half year and quarter ended December 31, 2010 and recommended the following:

1. **CASH DIVIDEND**
   Nil

2. **BONUS UNITS**
   Nil

3. **RIGHT UNITS**
   Nil

Head Office:
216-217, Continental Trade Centre,
Block-8, Clifton, Karachi-74000.
PABX: 92 21 35371305-7, 35302971,
35302974 Fax : 92 21 35373217, 35303125
UAN: 111 253 465

Islamabad Office:
Suite # 302-303, New Islamabad Stock
Exchange Tower Main Jinnah Avenues,
Blue Area Islamabad.
Tel: 051-2655932-34 Fax: 051-2655935

Lahore Office:
Suit # 512-513, 5th Floor Lahore Stock
Exchange Building 19 Aiwan-e-Iqbal
Road, Lahore.
Tel: 042-36280916-19 Fax: 042-36280920

Email: info@akdinvestment.com website: www.akdinvestment.com

AKD Investment Management Ltd.

The condensed interim financial results of the AKD Income Fund for the half year and quarter ended December 31, 2010 are as follows:

	Half year ended December 31, 2010	Half year ended December 31, 2009	Quarter ended December 31, 2010	Quarter ended December 31, 2009
	----------(Rupees	in '000)----------		
INCOME				
Capital gain / (loss) on sale of investments	441	(52)	441	99
Profit on bank deposits	2,858	3,298	1,843	1,518
Income from Term Deposit Receipts and Letter of Placement	3,137	2,115	1,526	725
Income from Term Finance Certificates and Sukuk bonds	15,655	25,760	7,759	11,635
Income from Government Securities	2,607	606	1,916	436
Income from Certificates of Musharika and Certificates of Investment	3,889	12,529	1,718	5,701
	28,587	44,256	15,203	20,114
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	4,269	(10,271)	3,669	1,674
Total income	32,856	33,985	18,872	21,788
EXPENSES				
Remuneration of AKD Investment Management Limited - Management Company	3,536	4,539	1,765	2,296
Remuneration of Central Depository Company of Pakistan Limited - Trustee	471	605	235	306
Annual fee - Securities and Exchange Commission of Pakistan	177	227	88	115
Brokerage	7	32	7	9
Impairment loss on investments	4,931	9,781	210	9,031
Auditors' remuneration	162	140	86	70
Settlement and bank charges	28	37	18	20
Amortisation of preliminary expenses and floatation costs	252	252	126	126
Fees and subscription	110	65	55	55
Legal and professional charges	88	88	44	44
Printing and related costs	178	193	178	193
Workers' Welfare Fund	438	-	315	-
Total expenses	10,378	15,959	3,127	12,265
Net income from operating activities	22,478	18,026	15,745	9,523
Element of accrued income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed	(1,011)	(4,466)	(295)	(987)
Net income for the period before taxation	21,467	13,560	15,450	8,536
Taxation	-	-	-	-
Net income for the period after taxation	21,467	13,560	15,450	8,536
Other comprehensive income / (loss) for the period				
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale' - net	3,187	4,054	(1,268)	3,768
Capital gain realised against sale of investments classified as 'available for sale'	-	918	-	767
Total comprehensive income for the period	**24,654**	**18,532**	**14,182**	**13,071**

We will be sending you 300 copies of printed accounts for distribution amongst the members of exchange in due course of time.

Very truly yours

For **AKD Investment Management Limited**

Muhammad Amin Hussain

Company Secretary

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