AKD Investment Management Ltd. AKD

INCOME FUND

Fund Managers
Muhammad Yaqoob

Base Currency of Fund
PkR

Total Units
13,187,422 Units

Face Value
PkR 50

Assets under Management
PkR 588.900mn

Type of Fund
Open-end

Date of Fund launch
22 March, 2007

Fund Benchmark
6-Month Kibor

Net Asset Value (30th June 09)
44.6562

Management Fee
1.50%

Sales Load (Front-end)
1.00%

Financial Year
July 1st - June 30th

Auditor
A. F. Fergusons

Fund Performance

The Fund posted an annualized return of 13.73% for the month of June 2009.

Following are the changes in the portfolio composition of the Fund during the month of June, 2009:

- Investment in TFCs/Sukuk decreased marginally to 48.69% from 49.06% of net assets
- Investment in other assets and cash slightly increased to 51.31% from 50.94% of net assets

Money Market Activity during the month

During the month of June, SBP conducted two T-bill auctions.

- In the first T-bill auction, SBP sold T-bills worth PkR 53.57bn. With a cut-off yield on six-month paper declining to 13.1395 percent from 13.1876 percent. The return on twelve-month paper also fell to 13.2297 percent from 13.2995 percent. However SBP rejected bids for three-month paper

- In the second T-bill auction, the rates were slashed by up to 100 basis points, signaling that a major interest rate cut is in the pipeline. SBP sold T-bills worth PkR 63.54bn and the cut-off yield on six-month paper came down to 12.44 percent. The return on twelve-month paper also fell to 12.24%, however no bids were accepted for three-month paper.

- Profit rates on NSS have also been reduced, following are the rates now offered for different National Saving Schemes.

Schemes	New Rates	Old Rates
Special Saving Certificate	11.62	13.00
Regular Income Certificate	12.00	13.60
Pension/Bahbood Certificate	14.16	16.10
Saving Certificate	8.50	9.10

Investment Objective:

AKD Income Fund (AKDIF) is a dedicated fund that focuses primarily on fixed income securities and instruments. The objective of AKDIF is to offer investors an ideal vehicle to invest in a diversified portfolio of fixed income securities/instruments that provide consistent optimum returns with concern for preservation of capital.

Portfolio Composition (% of total)