AKD Investment Management Ltd. AKD

INCOME FUND

Fund Managers
Muhammad Yaqoob

Base Currency of Fund
PkR

Total Units
17,153,787 Units

Face Value
PkR 50

Assets under Management
PkR 773.337mn

Type of Fund
Open-end

Date of Fund launch
22 March, 2007

Fund Benchmark
6-Month Kibor

Net Asset Value (30th Apr 09)
PkR 45.0826

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 4.74% for the month of April 2009.

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

- Investment in TFCs/Sukuk marginally increased to 48.86% from 46.65% of net assets
- Investment in other assets and cash slightly decreased to 51.14% from 53.35% of net assets

Money Market Activity during the month

During the month of April, SBP announced its monetary policy for this quarter and conducted two T-bill auctions and a PIB Auction

- In the first T-bill auction, SBP sold T-bills worth PkR 80.20bn against the target of PkR 75bn. Cut-off yield on benchmark six-month T-bill was raised to 12.98% from 11.04% , cut-off yield on three-month also increased to 12.65% from 11.73% and cut-off yield on twelve-month T-bill increased to 13.49% from 11.95%.
- In the second T-bill auction, SBP sold T-bills worth PkR 64.71bn. Cut-off yield on benchmark six-month slightly increased to 13.07%, cut-off yield on three-month T-bill also raised to 12.97% and however cut-off yield on twelve-month declined to 13.27%.
- Even though our economy made a steady progress on its path towards macro-economic stability but CPI inflation (YoY) was still higher than desired but has declined to 19.1% in March, 2009 from a high of 25.3% in August, 2008. Based on improving economic indicators, SBP changed its stance from tightening monetary policy to gradually easing economic pressure by lowering its key policy rate by 100 basis points to 14% with effect from April 21, 2009
- As per expectation, the market witnessed up to 2% reduction in the yield on PIB auction that took place on April 15, 2009. Following is the cut-off yield and amount realized in the auction

Tenure	Cut-off	Amount (000)
3-Years	12.9385	2,696
5-Years	12.9495	2,604
7-Years	13.1395	2,425
10-Years	13.2409	13,250
15-Years	13.8007	50
20-Years	14.2492	200
30-Years	14.4995	100

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)