AKD Income Fund

For the month ending April 2010

Fund activity during the month

Our strategy to invest in good quality corporate debt has started paying off with the partial redemption of the Term Finance Certificate of Pakistan Mobile Communication Limited and Avari Hotels Limited at par. The Fund realized capital gains on these principal redemption since these were priced at a discount to par in the portfolio. The annualized return for the month of April stood at 20.34%. The year to date return for the Fund rose to 8.50% at the end of April from 7.28% at the end of March. However, exposure to corporate debt also increases the volatility of the Fund and the Fund's NAV is likely remain volatile in the short term. At the same time, for investors with longer investment time horizon (6 months plus), we belive the Fund is now reasonably well positioned to generate consistent income going forward as well as potential capital gains as restructured TFC's begin making installment payments as per new schedules.

AKD Income Fund posted an annualized return of 8.50% based upon the change in the NAV of the fund between June 30, 2009 to Apr 30, 2010.

- Investment in TFCs/Sukuk decreased to 52.20% from 57.08% primarily due to principal redemptions.
- Investment in COM/COI slightly decreased to 31.51 % from the previous 31.67% in the month of March.
- Investments in Preference shares stood at 3.97%.
- Fund made fresh investments in the 1 year T-bill and the exposure stood at 4.74% of the Fund as of 30 April 2010.
- Net Cash and Other Assets slightly increased to 7.58% from 7.37% the previous month.

Investment Objective

AKDIF is a dedicated fund that focuses primarily on fixed income securities and instruments. The objective of AKDIF is to offer investors a convenient vehicle to invest in a diversified portfolio of fixed income securities/instruments that provide consistent returns with concern for preservation of capital over the longer term.

Fund Information

Fund Type	Open-end
Category	Income
Date of Fund launch	March, 2007
Assets under Management	472.658mn
NAV (31st Mar 2010)	47.7974
Benchmark	6-M Kibor
Dealing Days	Mon to Fri
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	1.50%
Sales Load	1.00%
Risk Profile	Low / Medium
Trustee	CDC
Auditor	A. F. Fergusons
Asset Manager Rating	AM3
Stability Rating	BBB

Investment Committee Members

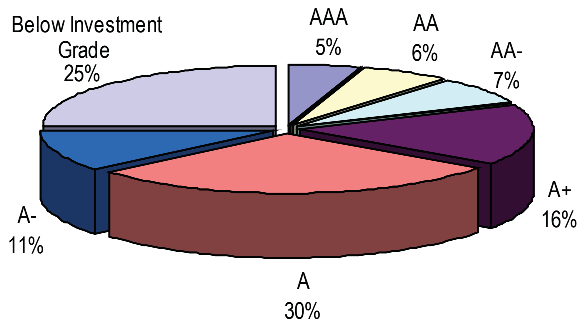
Mr. Nadeem Naqvi	Mr. Muhammad Yaqoob
Mr. Amin Hussain	Mr. Ahmed Hassan
Mr. Imran Motiwala	Mr. Danish Owais

	YTD	1 Month	3 Month	6 Month	1 Year
AKDIF	8.50%	20.34%	12.54%	8.82%	6.02%

Asset Allocation (% of NAV)	Mar 31, 2010	Apr 30, 2010
Cash	3.83%	6.04%
Placement with NBFCs	31.67%	31.51%
Preference Shares	3.88%	3.97%
Government Securities	0.00%	4.74%
TFCs	57.08%	52.20%
Others Including Receivables	3.54%	1.54%

Top Ten TFC's	Rating	Apr 30, 2010
Worldcall Telecom Limited	A	18.20%
Pakistan Mobile Communication Limited	AA-	6.95%
Avari Hotels Limited	A-	6.56%
First Dawood Investment Bank Limited	A	4.73%
Al-Abbas Sugar Mills Limited	CCC	4.69%
JDW Sugar Mills Limited	A+	3.90%
Orix Leasing Pakistan Limited	A	3.86%
Maple Leaf Cement Factory Limited	A+	1.59%
Trakker (Pvt.) Ltd.	D	1.58%
Pace Pakistan Limited	A	0.11%

Credit Quality of the Portfolio (% of Assets)



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