AKD Investment Management Ltd. AKD

INCOME FUND

Fund Managers
Muhammad Yaqoob

Base Currency of Fund
PkR

Total Units
10,607,395 Units

Face Value
PkR 50

Assets under Management
PkR 492.614mn

Type of Fund
Open-end

Date of Fund launch
22 March, 2007

Fund Benchmark
6-Month Kibor

Net Asset Value (29th Jan 10)
46.4406

Management Fee
1.50%

Sales Load (Front-end)
1.00%

Financial Year
July 1st - June 30th

Auditor
A. F. Fergusons

Fund Performance

AKD Income Fund posted an annualized return of 5.72%. Following are the changes in the portfolio composition of the Fund for the month of January:

- Investment in TFCs/Sukuk slightly decreased to 58.90% from 59.39% the previous month.
- Investment in COM/COI increased to 32.98% from 30.81%
- Investment in Preference shares stood at 3.80%.
- Net Cash and Other Assets declined to 4.32% from 13.11%.

During the period under review approximately PkR 40million redemption was witnessed in the income fund as investor focus shifted from fixed income returns in view of lower rates expected during the balance of CY2010.

Money Market Activity during the month

Two T-bill auctions were conducted during the month of January.

- In the first T-Bill auction the State Bank accepted PkR 60.21 Bn against a participation of Rs.147.35Bn. The yield on the three month paper fell by 14 basis points to stand at 11.9201%. Six month yield decreased by 5 basis points to 12.0547% and the one year yield fell by 4 basis points to stand at 12.0527%.
- In the second auction State Bank accepted T-Bills worth Rs.31.94 Bn against the participation of Rs. 94.90 Bn. The yield on the three month paper fell by 5 basis points to stand at 11.8742%. Six month yield decreased by 16 basis points to 11.8970% and the one year yield fell by 4 basis points to stand at 12.0150%.

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)