AKD Investment Management Ltd. AKD

INCOME FUND

Fund Managers
Muhammad Yaqoob

Base Currency of Fund
PkR

Total Units
12,851,358 Units

Face Value
PkR 50

Assets under Management
PkR 587.150mn

Type of Fund
Open-end

Date of Fund launch
22 March, 2007

Fund Benchmark
6-Month Kibor

Net Asset Value (31st July 09)
45.6877

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 30.85% for the month of July 2009. Mainly on account of revision in debt instrument prices.

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

- Investment in TFCs/Sukuk decreased marginally to 46.37% from 48.69% of net assets
- Investment in other assets and cash slightly increased to 53.63% from 51.31% of net assets

Money Market Activity during the month

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

- In the first T-bill auction, SBP sold T-bills worth PkR 56bn. The cut-off yield on six-month paper declined to 11.5151 percent from 12.4385 percent, a decline of 92 bps. The return on twelve-month paper also fell by 70 bps to 11.5392 percent from 12.2418 percent and cut-off yield on three-month paper also dropped by 150bps from 12.9775 percent to 11.4161 percent.
- In the second T-bill auction, SBP rejected all bids for three-month and six-month paper and only accepted bids in the twelve-month paper. Yield increased by 34bps to 11.5392 percent 11.8769. Total amount accepted was PkR 49.35bn against the Participation amount of PkR 88.67bn.

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)