AKD Investment Management Ltd.

Partner with AKD
Profit from the Experience

Risk Profile of Collective Investment Schemes/Plans

Sr. No	Name of Collective Investment Scheme	Category	Risk Profile	Risk Of Principal Erosion
1	AKD Aggressive Income Fund (Formerly: AKD Income Fund)	Aggressive Fixed Income	Medium	Principal at Medium risk
2	AKD Cash Fund	Money Market	Low	Principal at Low risk
3	AKD Islamic Income Fund	Shariah Compliant Income	Medium	Principal at Medium risk
4	AKD Index Tracker Fund	Index Tracker	High	Principal at High risk
5	AKD Islamic Stock Fund	Shariah Compliant Equity	High	Principal at High risk
6	AKD Opportunity Fund	Equity	High	Principal at High risk
7	Golden Arrow Stock Fund (Formerly: Golden Arrow Selected Stocks Fund Limited)	Equity	High	Principal at High risk

DISPUTE RESOLUTION/ COMPLAINTS HANDLING:
Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available 24/7 to provide assistance: Call at (+92-21) 111-AKD-IML (253465), Toll-free # 0800-25346, Email at info@akdinvestment.com, complaints@akdinvestment.com, Sales@akdinvestment.com. In case your complaint has not been properly redressed by us, you may lodge your complaint with SECP at the link https://sdms.secp.gov.pk/. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.

SERVICE DESK - CLICK ME
Toll Free (From Landline Only) 0800-88008
Complaints
Queries

Message from CIOs

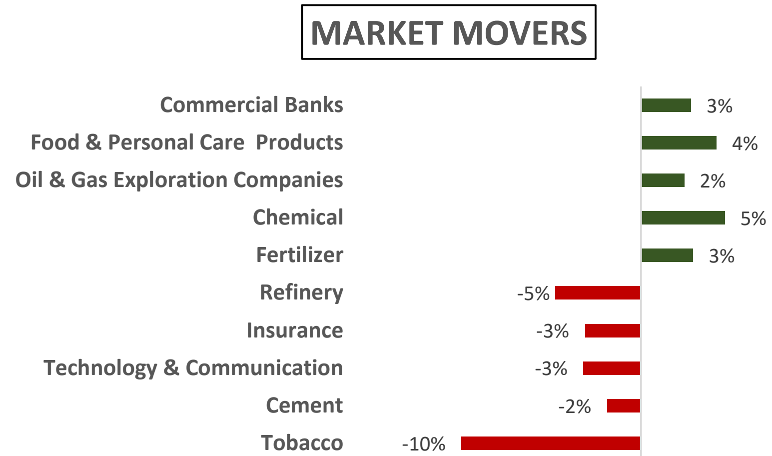
The first month of CY22 ended on a positive note as the benchmark KSE-100 index surged by 778.61 points (up 1.75%MoM) to close at 45,374.68 points. Investor sentiments improved after the State Bank of Pakistan (SBP) maintained the policy rate at 9.75% with a view that current real interest rates are appropriate to guide inflation, support growth and maintain external stability. Moreover, Government successfully approved two bills from cabinet including Finance Supplementary Bill and SBP Amendment Bill paving the way for resumption of IMF program. The average daily traded volume also increased by 12.28% to 264.93 million as compared to 235.95 million recorded during the month of December 2021. Consecutively, KSE-100 index closed at a forward P/E and P/B of 5.20x and 0.8x respectively, with a healthy dividend yield of 8.6%.

Foreign investors remained net buyers during the month, with a net inflow of USD 17.57 million as compared to inflows of USD 5.26 million recorded during the last month. This has taken cumulative outflows during FYTD22/CYTD22 to USD 232.78/17.57 million. On the other hand, Banks/DFIs and Companies remained net buyers with net inflows of USD 20.22 million and USD 5.14 million respectively whereas mutual funds and other organizations remained net sellers with net outflow of USD 22.35 million and 14.70 million respectively.

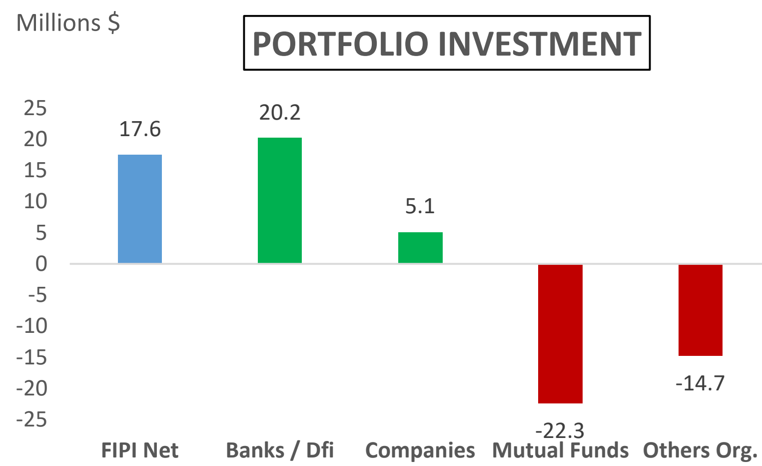
Major news that impacted the market during the month included: 1) the current account deficit expanded by $1.93bn in December 2021 surpassing $9bn mark in the first half of the ongoing fiscal year (5.7% of GDP), 2) The Senate approved the Finance Supplementary Bill, 2021 thus withdrawing tax exemptions worth PKR 343 billion, 3) The CPI clocked in at 21-month peak of 12.3% in December as prices of almost all commodities and utilities maintained a rising trend, 4) Pakistan foreign debt soared to USD 9.432 billion during 1HFY22 against the total budgeted external loans of USD 14.088 billion for FY22, 5) Global oil prices touched a high of USD 90 a barrel for the first time in seven years, 6) Inflows through Roshan Digital Account (RDA) reached USD 3.382 billion by end of January 2022 with 342,611 accounts.

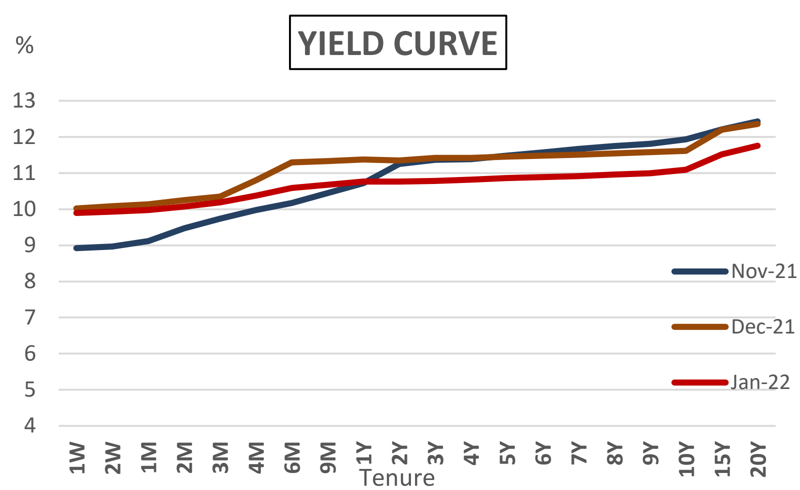
CPI during the month of January 2022 surged by 13.0%YoY as compared to 12.3%YoY recorded during December 2021 taking 7MFY22 to 10.26%. Higher CPI was witnessed due to 13.77% YoY and 15.53% YoY increase in Non-Perishable Food Items along with Housing, Water and Energy prices respectively. Moreover, PKR appreciated by 1.0% during January 2021 to close at PKR 176.72 against USD.

On the Fixed Income front, yields of Government Securities flattened during the month as the SBP had given forward guidance in the last monetary policy statement of January 24, 2022 that further policy rate increases were not required. During the month, the SBP conducted two (2) MTB auctions with a cumulative realized amount of PKR 1.5 trillion. Weighted average yields for 3 months, 6 Months and 12 Months MTB decreased by ~18bps, 67bps and 57bps to 10.2030%, 10.6527% and 10.9068% respectively in the last auction.



*Change in market capitalization during month





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AKD Islamic Income Fund

Fund Manager's Comments

During January'2022, the annualized MTD return of AKD Islamic Income Fund (AKDISIF) stands at 9.92% versus the benchmark MTD return of 3.13%.

Fund Information

Investment Objective: The objective of AKD Islamic Income Fund (AKDISIF) is to provide investors with an investment vehicle that strives to enhance capital coupled with regular halal income by investing in Shariah compliant income investments.

Fund Type	Open-End
Category	Islamic Income Scheme
Risk Profile	Medium
Risk of Principal Erosion	Principal at Medium Risk
Net Assets (PKR)	681,113,002
NAV (PKR) (Ex Div.)	52.6563
Benchmark	BM*
Dealing Days	Monday to Friday
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	0.40% per annum
Sales Load (Front end)	1%
Sales Load (Back end)	-
Total Expense Ratio (*Absolute*)++	0.77%
Date of Fund Launch	February, 2018
Trustee	Digital Custodian Company Limited (Formerly: MCBFSL)
Auditor	Yousuf Adil Chartered Accountants
Stability Rating	A+(f) by PACRA (4 Sep' 2021)
Asset Manager Rating	AM3++ by PACRA (8 Feb' 2021)
Weighted Average Maturity (Days)	531
Leverage	Nil
Fund Manager	
Mr. Danish Aslam	
Investment Committee Members	
Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Ajay Kumar, CFA
Mr. M. Usman Mughal	Mr. Danish Aslam
Mr. Sheikh Usman Haroon	

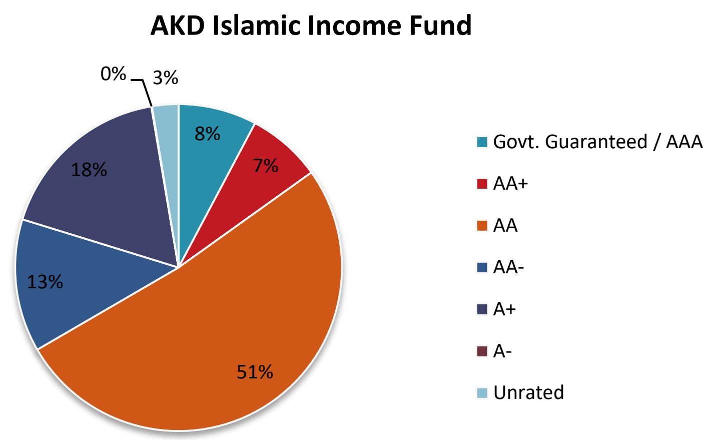
++Total Expense Ratio (TER) includes 0.07% representing government levy and SECP fee.
** Cumulative Return
*** Geometric mean

	FYTD	MTD	1 Year	3 Year**	5 Year**	Since Inception***
BM*	3.13%	3.13%	3.14%	14.30%	-	4.10%
AKDISIF	7.45%	9.92%	7.45%	29.37%	-	8.32%
	FY21	**FY20**	**FY19**	**FY18**	**FY17**	**FY16**
BM*	3.55%	6.33%	3.68%	2.41%	-	-
AKDISIF	6.95%	11.54%	8.43%	4.30%	-	-

*Six (6) months average deposit rates of three (3)A Rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP

Asset Allocation (% of Total Assets)	31-Jan-2022	31-Dec-2021
Cash	42.58%	41.61%
TFC/Sukuk	45.72%	31.50%
Commercial Paper	9.10%	8.75%
Spread Transactions	0.00%	0.00%
Placements with Banks and DFIs	0.00%	16.15%
Other Assets including Receivables	2.60%	1.98%

Credit Quality of Portfolio (% of Total Assets)



Sukuk Certificates	Rating	31-Jan-2022
TPL Trakker Limited – 30-Mar-2021	A+	15.94%
TPL Corporation Limited – 07-Jan-2022	AA-	13.14%
Pakistan International Airlines Corp. Ltd. – 26-Jul-2021	Govt. Guaranteed / AAA	7.03%
The Hub Power Company Limited – 19-Mar-2020	AA+	3.74%
Hub Power Holdings Limited – 12-Nov-2020	AA+	3.61%
Mughal Iron & Steel Industries Limited – 02-Mar-2021	A+	1.52%
Cinergyco PK Ltd (Formerly: Byco Petroleum Pakistan Ltd) – 18-Jan-2017	Govt. Guaranteed / AAA	0.74%
Total		**45.72%**

Disclosure of Sindh Workers' Welfare Fund (SWWF):
During the month of August 2021, provisioning against Sindh Workers Welfare Fund by AKDISIF amounting to PKR 1.64 million has been reversed on the basis of clarification received from Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan, received on August 13, 2021. This reversal of provision has contributed towards an unusual increase in NAV of the AKDISIF (0.11/unit) 0.21%. This is one-off event and is not likely to be repeated in the future.

Details of Non-Compliant Investment

Name of non-compliant investment	Type of Investment	Value of investment before provision	Provision held if any	Value of investment after provision	Percentage(%) of Net Assets	Percentage(%) of Gross Assets
TPL Trakker Limited	Sukuk	109,154,167	Nil	109,154,167	16.03%	15.94%

Non-Compliance Disclaimer: AKD Islamic Income Fund holds above mentioned non-compliant investment. Before making any investment decision, investors should review this document and latest Financial Statements