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
8	AKD Islamic Daily Dividend Fund	Shariah Compliant Money Market	Low	Principal at Low 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.

Message from CIO's Desk

In March 2024, the benchmark KSE-100 Index closed at 67,005 points, a 3.8% MoM increase whilst recording new highs. Market sentiment remained bullish as positive news flow of the likelihood of successful talks with the IMF concerning the SBA as the incumbent government steadily remained commitment to reforms and continuity of policies in line with the lender's conditions. Incidentally this was the fourth consecutive quarter of a positive closing as the Pakistan Stock Market has risen over the last four quarters. In retrospect, since the former government successfully clinched a standby arrangement with the IMF both the market with greater economic stability has inevitably led to a re-rating in sentiment and investor perception. The Staff Level Agreement recognizes the strong program implementation by the State Bank of Pakistan and the caretaker government in recent months, as well as the new government's intentions for ongoing policy and reform efforts to move Pakistan from stabilization to sustainable growth. Inflation numbers finally tapered off with Consumer Price Index (CPI) for March 2024 recorded at 20.7% YoY, a 1.7% increase MoM.

Continuing the trend of previous month, investor participation saw a decline of 0.57%, with average daily volume falling to 347 million shares in March 2024 compared to 349 million shares in the previous month. After significant foreign net buying of USD 25.76 million recorded the previous month, March 2024 also saw net buying of USD 15.32 million by foreign investors. While on the local front, only Insurance Companies were the net buyers with buying of USD 33.44 million.

Other significant developments which influenced the markets included:

- During March 2024, the SBP conducted two (2) Market Treasury Bills (MTB) auctions with a realized amount of PKR 1.12 trillion. The weighted average yield for 3 months and 12 months MTB increased by 11 bps and 63 bps to 21.43% and 20.72%, respectively. Whereas the weighted average yield for 6 months MTB remained flat at 20.39%.

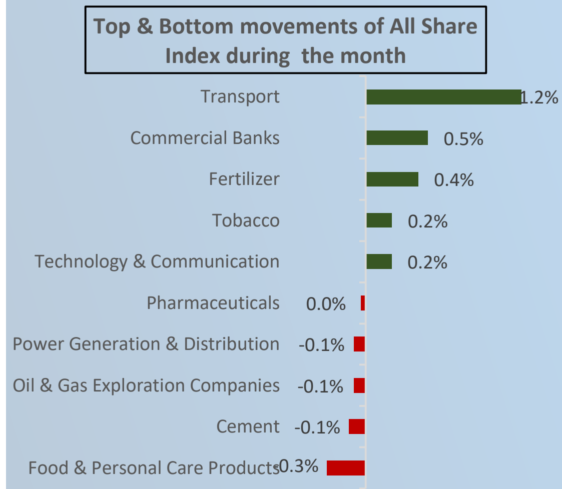
- The NCPI during March 2024 clocked in at 20.68% YoY (a 22-month low) as compared to 23.06% in the previous month and 35.37% in March 2023, taking 9MFY24 average NCPI to 27.06% compared to 27.26% during the SPLY. On a regional basis, Urban and Rural CPI clocked in at 21.90% YoY and 18.97%, respectively. The MoM increase of 1.7% in NCPI during March 2024 is mainly driven by increase in prices of food and non-alcoholic beverages. The inflation outlook for the upcoming month points towards a downward trajectory owing primarily to a significant base effect. However, as the country plans to enter into a long-term programme, new tax measures recommended by IMF are likely to lead to inflationary pressures.

- During the first nine months of FY24, the FBR collected PKR 6,710 billion, exceeding the target of PKR 6,707 billion. During the month of March 2024, FBR has collected the assigned target of PKR 879 billion, and refunds amounting to PKR 67 billion were issued as compared to PKR 22 billion issued in March 2023. FBR continues to register 30% growth in revenue collection as compared to the first nine months of previous financial year.

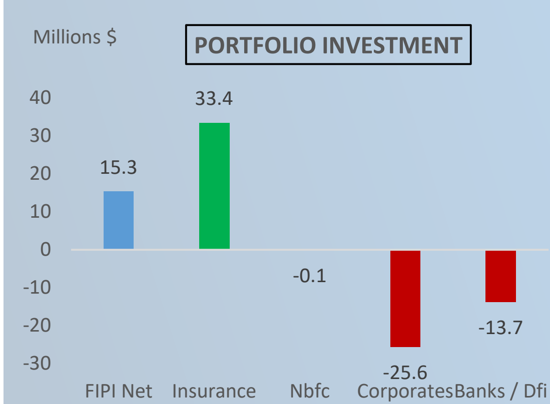
- The Current Account recorded a surplus of USD 128 million for February 2024, compared to a deficit of USD 303 million (revised) recorded in the previous month, taking the 8MFY24 Current Account Deficit to USD 999 million against USD 3.85 billion SPLY, down by ~74% on the back of increase in exports and other current transfers.

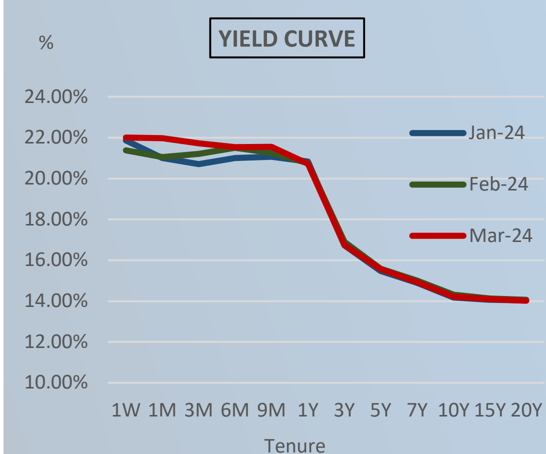
- The Large Scale Manufacturing Index (LSMI) output increased by 1.84% for January 2024 when compared with January 2023, and 0.03% when compared with December 2023. Overall Large Scale Manufacturing Sector has shown a growth of -0.52% during 7MFY24 when compared to SPLY.

- The federal government's total debt (domestic and external) at the end of February 2024 stood at PKR 64.80 trillion with a YoY increase of ~19%, while the MoM data shows a decline of -0.06%. The federal government has accrued an incremental debt of PKR 3.96 trillion since the start of FY24.



Weighted change in sector capitalization





AKD Islamic Income Fund

Fund Manager's Comments

For the month of March'2024, AKD Islamic Income Fund (AKDISIF) posted an annualized return of 17.16% against the benchmark return of 11.20%. The exposure in Sukuk was 29.89%, 15.77% in Commercial Papers / Short Term Sukuk (STS), 14.99% in Placements with NBFCs, 0.65% in Government Securities, and Cash was 25.66% at the end of March'2024. The weighted average maturity of the Fund was at 189 days.

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	Shariah Compliant Income Scheme
Risk Profile	Medium
Risk of Principal Erosion	Principal at Medium Risk
Net Assets (PKR)	1,520,470,646
NAV (PKR)	58.5161
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)	Nil
Total Expense Ratio (Annualized)	MTD (1.45%), YTD (1.32%)
Government Levies (Annualized)	MTD (0.15%), YTD (0.16%)
Date of Fund Launch	February 20, 2018
Trustee	Digital Custodian Company Limited (Formerly: MCBFSL)
Auditor	Riaz Ahmad & Company, Chartered Accountants
Stability Rating	AA-(f) by PACRA (07 Mar'2024)
Asset Manager Rating	AM3++ by PACRA (27 Jun'2023)
Weighted Average Maturity (Days)	189
Leverage	Nil

Fund Manager

Mr. Raheel Farooque

Investment Committee Members

Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Raheel Farooque
Mr. Usman Haroon, CFA, FCCA	

** Cumulative Return
*** Geometric mean

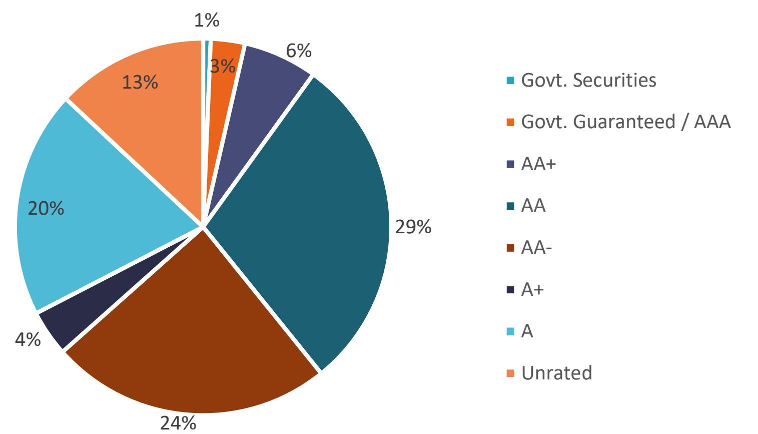
	FYTD	MTD	1 Year	3 Year**	5 Year**	Since Inception***
BM*	9.79%	11.20%	9.02%	18.46%	31.04%	5.06%
AKDISIF	20.01%	17.16%	20.72%	50.86%	81.36%	11.50%

	FY23	FY22	FY21	FY20	FY19
BM*	6.06%	3.34%	3.55%	6.33%	3.68%
AKDISIF	17.65%	9.39%	6.95%	11.54%	8.43%

*Six (6) months average deposit rates of three (3)A Rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
The Fund's returns are computed on NAV to NAV with dividends reinvested - (excluding sales load).

Asset Allocation (% of Total Assets)	31-Mar-2024	29-Feb-2024
Cash	25.66%	29.86%
Sukuk	29.89%	30.31%
Government Securities	0.65%	0.64%
Commercial Papers / Short Term Sukuk	15.77%	15.51%
Spread transactions	0.00%	0.00%
Placements with Banks, NBFCs and DFIs	14.99%	14.74%
Others including receivables	13.05%	8.94%

Credit Quality of Portfolio (% of Total Assets)



Sukuk Certificates (% of Total Assets)	Rating	31-Mar-2024
Mughal Iron & Steel Industries Limited – 27-Dec-2023	AA-	13.03%
K-Electric Limited STS – 14-Feb-2024	AA	9.45%
TPL Corporation Limited – 23-Jun-2022	AA-	7.10%
TPL Trakker Limited – 30-Mar-2021	A+	3.38%
The Hub Power Co. Limited STS – 8-Nov-2023	AA+	3.26%
Hub Power Holdings Limited – 12-Nov-2020	AA+	3.12%
Lucky Electric Power Company Ltd. STS – 28-Dec-2023	AA	3.06%
Pakistan International Airlines Corp. Ltd. – 26-Jul-2021	Govt. Guaranteed / AAA	2.93%
Mughal Iron & Steel Industries Limited – 2-Mar-2021	A+	0.33%
Total		**45.66%**

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