Quarterly Report
September 30, 2024
(Un-audited)

AKD
Islamic Stock Fund

Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit form the Experience

AKD Investment Management Ltd.

CORPORATE INFORMATION

MANAGEMENT COMPANY
AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8, Clifton, Karachi-74000.

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY
Chairman
Mr. Khalid Mehmood

Chief Executive Officer
Mr. Imran Motiwala

Director(s)
Ms. Anum Dhedhi
Ms. Aysha Ahmed
Mr. Ali Wahab Siddiqi
Mr. Hasan Ahmed
Mr. Abid Hussain
Mr. Khalid Mehmood
Mr. Imran Motiwala

CHIEF OPERATING OFFICER AND COMPANY SECRETARY OF THE MANAGEMENT COMPANY
Mr. Muhammad Yaqoob Sultan, CFA

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY
Mr. Muhammad Munir Abdullah

HEAD OF INERNAT AUDIT OF THE MANAGEMENT COMPANY
Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW)

AUDIT AND RISK MANAGEMENT COMMITTEE
Mr. Abid Hussain (Chairman)
Ms. Aysha Ahmed (Member)
Mr. Ali Wahab Siddiqui (Member)
Mr. Hasan Ahmed (Member)
Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW) (Secretary)

HUMAN RESOURCE AND REMUNERATION (HR & R) AND NOMINATION COMMITTEE
Mr.Khalid Mahmood (Chairman)
Mr. Imran Motiwala (Member)
Mr. Abid Hussain (Member)
Ms. Aysha Ahmed (Member)
Ms. Anum Dhedhi (Member)
Mr. Muhammad Yaqoob Sultan, CFA (Secretary)

RATING
AKD Investment Management Limited AM3++ (AM Three Plus Plus) issued by PACRA

VISION

To serve investors in Pakistan's capital markets with diligence, integrity and professionalism, thereby delivering consistent superior returns and unparalleled customer service.

MISSION STATEMENT

- Keep primary focus on investing clients' interest
- Achieve highest standards of regulatory compliance and good governance
- Prioritize risk management while endeavouring to provide inflation adjusted returns on original investment
- Enable the investing public and clients to make AKDIML Funds a preferred part of their overall savings and investment management strategy
- Distinguish themselves and compete on the basis of unparalleled service quality while setting industry standards for professionalism, transparency and consistent leading performance
- Foster and encourage technical, professional, ethical development of human capital to provide our people the best opportunities and environment for their personal growth.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited (AKDIML), the Management Company of AKD Opportunity Fund (AKDOF), Golden Arrow Stock Fund (GASF), AKD Index Tracker Fund (AKDITF), AKD Islamic Stock Fund (AKDISSF), AKD Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), and AKD Islamic Daily Dividend Fund (AKDIDDF) is pleased to present its first quarter report along with the Funds' un-audited Financial Statements for the quarter ended September 30, 2024.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)
For the 1QFY25, the return of AKD Opportunity Fund stood at -1.45% compared to the benchmark KSE–100 Index return of 3.40%.

Golden Arrow Stock Fund (GASF)
For the 1QFY25, the return of Golden Arrow Stock Fund stood at -3.92% compared to the benchmark KSE–100 Index return of 3.40%.

AKD Islamic Stock Fund (AKDISSF)
For the 1QFY25, the return of AKD Islamic Stock Fund stood at -0.90% compared to the benchmark KMI–30 Index return of -1.32%.

AKD Index Tracker Fund (AKDITF)
For the 1QFY25, the return of AKD Index Tracker Fund stood at 2.76% compared to the benchmark KSE–100 Index return of 3.40%.

AKD Cash Fund (AKDCF)
For the 1QFY25, the annualized return of AKD Cash Fund stood at 20.00% compared to the benchmark return of 18.43%.

AKD Islamic Income Fund (AKDISIF)
For the 1QFY25, the annualized return of AKD Islamic Income Fund stood at 19.80% compared to the benchmark return of 10.82%.

AKD Aggressive Income Fund (AKDAIF)
For the 1QFY25, the annualized return of AKD Aggressive Income Fund stood at 22.63% compared to the benchmark return of 17.79%.

AKD Islamic Daily Dividend Fund (AKDIDDF)
For the 1QFY25, the annualized return of AKD Islamic Daily Dividend Fund stood at 18.66% compared to the benchmark return of 10.65%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution of Rs. 2.31 per unit to the unit holders during the quarter ended September 30, 2024.

MACRO PERSPECTIVE

As we embark on FY25, Pakistan's economic landscape continues to show promising signs of recovery, driven by strategic government policies and the successful transition to a new long-term Extended Fund Facility (EFF) program of USD 7 billion with the IMF. This development has renewed investor confidence and secured essential foreign inflows, further alleviating pressures on the current account. Additionally, the effects of contained demand, improved supply chains for essential food items, ongoing fiscal and monetary consolidation, favorable global commodity prices, and a positive base effect have significantly lowered inflation. In response to these favorable conditions, the State Bank of Pakistan has proactively reduced the policy rate, aiming to stimulate investment and drive sustainable economic growth.

In its last meeting on September 12, 2024, the Monetary Policy Committee (MPC) of the SBP decided to further reduce the policy rate by 200 bps to 17.50%, taking the cumulative reduction to 450 bps since June 2024. The SBP premised its decision on sharp decline in inflation over preceding two months, which has somewhat outpaced the Committee's earlier expectations. This decline is primarily attributed to delays in implementing planned increases in administered energy prices, as well as favorable trends in global oil and food prices. Given these recent developments, the MPC assessed that the real interest rate remains adequately positive, positioning it to guide inflation toward the medium-term target of 5–7% and ensure macroeconomic stability.

In September 2024, the National Consumer Price Index (NCPI) fell to 6.93% YoY—the lowest rate since January 2021—down from 9.64% in August 2024 and significantly lower than 31.44% in September 2023. This brings the average inflation for the first quarter of FY25 to 9.19%. On a MoM basis, the NCPI decreased by 0.52%, driven primarily by a 1.38% decline in the Food Index, attributed to lower prices of perishable items. Regionally, the Urban and Rural CPI were recorded at 9.29% and 3.65%, respectively.

On the external front, the current account recorded a surplus of USD 119 million in September 2024, a significant increase from a revised surplus of USD 29 million the prior month. This shift brings the Current Account Deficit (CAD) for the first quarter of FY25 to USD 98 million, reflecting an impressive 92% reduction from USD 1,241 million during the same period last year. Furthermore, the revised CAD for FY24 was reported at USD 1,695 million, down substantially from USD 3.28 billion, marking a 48% YoY decline.

This reduction in the CAD can be attributed largely to a substantial rise in overseas workers' remittances and increased other current transfers. Total imports for the first quarter of FY25 reached USD 16.83 billion, reflecting a 12% increase compared to the same period last year. However, this rise was largely offset by a marked increase in workers' remittances. A stable exchange rate has further supported this growth, with remittances soaring to USD 8.79 billion in 1QFY25, up 39% from USD 6.33 billion in the same quarter last year. Overall, this positive momentum in the external sector indicates robust growth in trade and remittances, enhancing the country's balance of payments and contributing to overall economic stability.

According to the data released by the SBP, the foreign exchange reserves held by the central bank stood at USD 10.74 billion by the end of 1QFY25, with the Country's liquid foreign exchange reserves reaching USD 15.40 billion. This marks a 10% increase since the beginning of the fiscal year. This surge can be primarily attributed to the disbursement of tranche under the IMF's EFF program. This increase in reserves not only enhances the Country's ability to meet its external obligations but is also likely to strengthen investor confidence in Pakistan's economic prospects. Currently, the total liquid foreign exchange reserves are USD 16.02 billion as on October 18, 2024.

Recent data indicates that the LSMI output increased by 4.68% in August 2024 compared to July 2024. However, it decreased by 2.65% when compared to August 2023. For the first two months of FY25, the LSM sector registered a modest contraction of 0.19% relative to the same period last year. The sectors contributing most significantly to this overall growth include Wearing Apparel (2.15%), Textiles (0.63%), Coke and Petroleum Products (0.51%), Tobacco (0.39%), Automobiles (0.39%), and Food (0.32%). In contrast, notable declines were observed in Furniture (-1.85%), Non-Metallic Mineral Products (-1.38%), Iron and Steel Products (-0.71%), and Electrical Equipment (-0.63%). Looking ahead, the LSMI is poised for positive growth in FY25, supported by a potential reversal in interest rates that may enhance corporate profitability through lower debt burdens, alongside improving aggregate demand as the economy recovers.

EQUITY MARKET REVIEW

In the first quarter of FY25, the equity market gained 2,669 points for a return of 3.40%, with the benchmark KSE-100 Index closing at 81,114 points. The market continued its positive momentum on the back of improving macroeconomic indicators, amid essential measures taken by the Government to ensure the country's long-term sustainability. Investor sentiment was further bolstered by successful negotiations with the IMF regarding the Extended Fund Facility (EFF) program, culminating in approval from the IMF Board at the end of September 2024 and release of first tranche of USD 1.03 billion. Additionally, a significant decline in inflation, followed by reversal in the monetary cycle, fostered a more stable economic environment.

The external account also showed notable improvement, featuring a 92% QoQ reduction in the current account deficit, alongside workers' remittances reaching USD 8.79 billion in 1QFY25. This stability, coupled with a stable exchange rate has positively influenced market sentiment.

During 1QFY25, investor participation surged by 74% compared to the same period last year, with an average daily trading volume of 487 million shares, up from 280 million shares. Foreign investors emerged as net sellers during the quarter, reporting net outflows of USD 21.73 million, a stark contrast to net inflows of USD 21.96 million in the previous year. Notable selling was observed in the Fertilizer sector

(USD 24.24 million), followed by Cement (USD 10.54 million), Oil and Gas Exploration Companies (USD 8.18 million), and Commercial Banks (USD 3.07 million). Conversely, domestic investors, including Individuals, Mutual Funds, Banks/DFIs, and NBFCs, were net buyers, with net purchases of USD 47.38 million, USD 18.80 million, USD 7.71 million, and USD 0.75 million, respectively. However, other domestic participants, such as Insurance Companies, Corporations, and Brokers, were major net sellers, with respective divestments of USD 19.21 million, USD 14.01 million, USD 10.46 million, and USD 8.56 million.

In terms of sector performance, the top gainers during the period included Oil & Gas Exploration Companies (+13.84%), Fertilizer (+16.71%), Pharmaceuticals (+21.05%), Commercial Banks (+1.59%), and Automobile Assemblers (+6.13%). In contrast, sectors that experienced declines were Power Generation & Distribution (-20.52%), Tobacco (-20.60%), Textile Composite (-7.05%), Engineering (-15.35%), and Synthetic & Rayon (-10.57%).

Looking ahead, the equity market outlook appears promising, supported by the Country's stable and improving macroeconomic conditions as stock valuations remain attractive. Strong corporate profits are surpassing expectations, further contributing to positive investor sentiment. However, political uncertainty remains the most significant downside risk which could adversely affect economic and market performance. While the overall sentiment is optimistic, investors should stay cautious and responsive to these challenges. In terms of valuation, the KSE-100 Index closed quarter at a forward Price to Earnings multiple of 3.91x, which is a 60% discount as compared to MSCI Frontier Markets P/E of 9.68x and offering a dividend yield of 10.80% still illustrating a compelling case to invest.

FIXED INCOME REVIEW

Since the SBP has started lowering policy rate in June 2024, the yields on government securities have seen a substantial reduction in both primary and secondary markets. This environment has generated heightened interest from both domestic and foreign investors seeking attractive returns on government debt securities, despite the allure of a robust equity market.

During the period, SBP conducted a total of six (6) Market Treasury Bills (MTB) auctions, where the Government managed to raise PKR 2.25 trillion against the auction target of PKR 1.84 trillion. Notably, the weighted average yields for 3, 6, and 12-month MTB were 18.61%, 18.61%, and 17.57% respectively, significantly down by 419 bps, 439 bps, and 555 bps as compared to 22.81%, 22.99%, and 23.12% during the same period last year.

To further address the need for liquidity, SBP also conducted three (3) auctions of fixed-rate Pakistan Investment Bonds (PIB) and was successful in raising PKR 334.46 billion. The weighted average yield for 3 and 5 years PIB decreased by 345 bps and 9 bps to 15.88% and 15.10%, respectively, as compared to 19.33% and 15.19% during the same period last year. Whereas, weighted average yield for 10 year PIB increased by 89 bps to 14.11% as compared to 13.22% in the same period last year.

In the market for Shariah Compliant instruments, a total of three (3) auctions were held for GOP Ijara Sukuk through the Pakistan Stock Exchange. These auctions, covering Variable Rental Rate (VRR), Fixed

Rental Rate (FRR), and Fixed Rate Discounted (FRD) instruments, successfully raised PKR 388.36 billion, against the target of PKR 400 billion.

Looking ahead to the auction target calendars for October through December 2024, the State Bank of Pakistan aims to raise PKR 5.20 trillion by issuing 3 to 12-month MTB against the maturing amount of PKR 8.82 trillion. Additionally, the SBP targets to raise PKR 650 billion through 2 to 10-year fixed-rate PIB whereas, PKR 3.80 trillion is targeted to be raised through 2 to 10-year floating-rate PIB. Moreover, the Pakistan Stock Exchange issued a notice announcing auctions for the sale of GOP Ijara Sukuk, with the target of raising PKR 610 billion in the two upcoming auction during October through November 2024.

FUTURE OUTLOOK

After extensive negotiations, the incumbent government has successfully secured the IMF board's approval for the USD 7 billion Extended Fund Facility (EFF), marking a pivotal achievement in our economic strategy. The program aims to capitalize on the macroeconomic stability achieved over the past year under the SBA by continuing efforts to strengthen public finances, reduce inflation, restore foreign exchange reserves, and eliminate economic distortions to foster growth. Key focus areas of the program includes implementing energy sector reforms, maintain a flexible exchange rate, strengthen fiscal and monetary policy, reforms to broaden the tax base, and improve State Owned Enterprises (SOE) management. Investors are closely watching these developments for insights into the future economic landscape and likewise market performance.

The Monetary Policy Committee embarked on a monetary easing stance in June 2024 and since then has reduced the policy rate by a substantial 450 bps to 17.50%, down from a historical high of 22%. This was in response to better than earlier anticipated decline in inflation which dropped to 9.64% YoY in August 2024, signaling a transition to single-digit inflation for the first time in a considerable period.

This pace of disinflation can be attributed to the impact of contained demand, reinforced by improved supply chain for essential food items, ongoing fiscal and monetary consolidation efforts, favorable global commodity prices, delays in upward adjustments in administered energy prices, and a favorable base effect. While inflation is on a downward trend and is expected to continue this trajectory, it remains vulnerable to risks such as the timing and magnitude of future adjustments in administered energy prices, volatility in global commodity markets, and potential new taxation measures to address revenue shortfalls. The central bank projects that average inflation for FY25 will fall below the previously estimated range of 11.5% to 13.5%. However, this outlook is contingent upon achieving targeted fiscal consolidation and the timely realization of anticipated external inflows.

According to the Government's Annual Plan 2024-25, the economy is expected to achieve a growth rate of 3.6%. This growth will be driven by robust performances in the industrial and services sectors, projected to grow by 4.4% and 4.1% respectively, while the agriculture sector is anticipated to grow at 2.0%. Looking ahead, key drivers of market performance that are likely to sustain investor confidence include progress in securing board's approval for a larger IMF program and potential inflows from other sources. However, political uncertainty and any further delays in inflows from foreign partners pose significant downside risks to the market's performance.

For and on behalf of the board

Imran Motiwala	**Khalid Mahmood**
Chief Executive Officer	Chairman

FUND INFORMATION

AKD Islamic Stock Fund

Management Company
AKD Investment Management Limited
216-217, Continental Trade Centre,
Block 8, Clifton, Karach - 74000

Trustee
Digital Custodian Company Limited (DCCL)
[Formerly: MCB Financial Services Limited (MCBFSL)]
4th Floor, Perdesi House, 2/1 R-Y Old Queens Road
Karachi-74200

Bankers
Bankislami Pakistan Limited

Auditors
Riaz Ahmad and Company
Chartered Accountants
Office No. 5, 20th Floor, Bahria Town Tower
Block 2, P.E.C.H.S.
Karachi, Pakistan

Legal Advisor
Sattar & Sattar
Attorneys-at-Law
3rd Floor, UBL Building
I.I Chundrigar Road, Karachi.

Registrar
ITMinds Limited
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S,
Main Shahrah-e-Faisal, Karachi.

Distributor
Al-Hilal Securities Advisors (Pvt.) Ltd.
Financial Investments Mart (Pvt) Ltd.
Investlink Advisor (Private) Limited.
Investomate (Private) Limited
YPay Financial Services (Pvt.) Ltd.

Rating-AKDISSF
By PACRA
Performance Ranking
LT Rating: 2-Star
ST Rating: 4-Star

FUND MANAGER'S REPORT

i) Description of the Collective Investment Scheme Category and types:

Open – end Shariah Compliant Equity Scheme.

ii) Statement of Collective Investment Scheme's investment objective:

AKD Islamic Stock Fund (AKDISSF) is designed to earn competitive returns by investing in the stock market. The objective of AKD Islamic Stock Fund is to invest in the capital markets through an optimal combination of strategies in Shariah compliant equities providing growth and dividends.

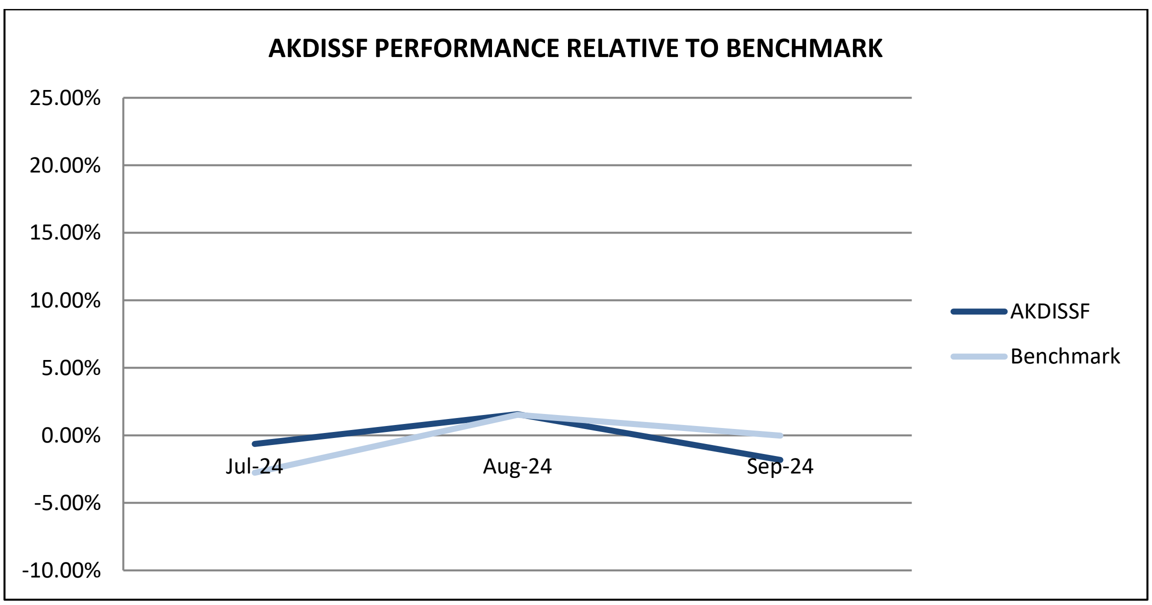
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY25, the return of AKD Islamic Stock Fund stood at -0.90% compared to the benchmark KMI–30 Index return of -1.32%.

iv) Statement of benchmark (s) relevant to the Collective Investment Scheme:

KMI-30 Index

v) Comparison of the Collective Investment Scheme's performance during the period compared with its said benchmark:



Monthly Return	Jul-24	Aug-24	Sep-24
AKDISSF	-0.63%	1.57%	-1.82%
Benchmark	-2.77%	1.52%	-0.03%

vi) Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance:

AKD Islamic Stock Fund is an open – end Shariah Compliant Equity Scheme; the returns of the Fund are generated through investment in Islamic stocks which have strong growth potential.

vii) Disclosure of Collective Investment Scheme's asset allocation as the date of report and particulars of significant changes in asset allocation:

Asset Allocation (% of Total Assets)	30-Sep-24	30-Jun-24
Equities	86.98%	84.78%
Cash	1.79%	7.40%
Other Assets including Receivables	11.24%	7.82%

viii) Non-Compliant Investments:

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
		------------------Rupees in '000-----------------				
Dawood Hercules Corporation Limited (Shariah Non-Compliant)	Equity	17,313	Nil	17,313	7.09%	6.61%

ix) Analysis of the Collective Investment Scheme's performance:

1QFY25 Return	-0.90%
Benchmark Return	-1.32%

x) Changes in the total NAV and NAV per unit since the last reviewed period:

Net Asset Value			NAV Per Unit	
30-Sep-24	30-Jun-24	Change in Net Assets	30-Sep-24	30-Jun-24
(Rupees In "000")			Rs.	Rs.
244,198	229,212	6.54%	58.2676	58.7944

xi) Disclosure on the markets that the Collective Investment Scheme has invested in including – review of the market (s) invested in and returns during the period:

MACRO PERSPECTIVE

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Looking ahead, the equity market outlook appears promising, supported by the Country's stable and improving macroeconomic conditions as stock valuations remain attractive. Strong corporate profits are surpassing expectations, further contributing to positive investor sentiment. However, political uncertainty remains the most significant downside risk which could adversely affect economic and market performance. While the overall sentiment is optimistic, investors should stay cautious and responsive to these challenges. In terms of valuation, the KSE-100 Index closed quarter at a forward Price to Earnings multiple of 3.91x, which is a 60% discount as compared to MSCI Frontier Markets P/E of 9.68x and offering a dividend yield of 10.80% still illustrating a compelling case to invest.

FUTURE OUTLOOK:

After extensive negotiations, the incumbent government has successfully secured the IMF board's approval for the USD 7 billion Extended Fund Facility (EFF), marking a pivotal achievement in our economic strategy. The program aims to capitalize on the macroeconomic stability achieved over the past year under the SBA by continuing efforts to strengthen public finances, reduce inflation, restore foreign exchange reserves, and eliminate economic distortions to foster growth. Key focus areas of the program includes implementing energy sector reforms, maintain a flexible exchange rate, strengthen fiscal and monetary policy, reforms to broaden the tax base, and improve State Owned Enterprises (SOE) management. Investors are closely watching these developments for insights into the future economic landscape and likewise market performance.

The Monetary Policy Committee embarked on a monetary easing stance in June 2024 and since then has reduced the policy rate by a substantial 450 bps to 17.50%, down from a historical high of 22%. This was in response to better than earlier anticipated decline in inflation which dropped to 9.64% YoY in August 2024, signaling a transition to single-digit inflation for the first time in a considerable period.

This pace of disinflation can be attributed to the impact of contained demand, reinforced by improved supply chain for essential food items, ongoing fiscal and monetary consolidation efforts, favorable global commodity prices, delays in upward adjustments in administered energy prices, and a favorable base effect. While inflation is on a downward trend and is expected to continue this trajectory, it remains vulnerable to risks such as the timing and magnitude of future adjustments in administered energy prices, volatility in global commodity markets, and potential new taxation measures to address revenue shortfalls. The central bank projects that average inflation for FY25 will fall below the previously estimated range of 11.5% to 13.5%. However, this outlook is contingent upon achieving targeted fiscal consolidation and the timely realization of anticipated external inflows.

According to the Government's Annual Plan 2024-25, the economy is expected to achieve a growth rate of 3.6%. This growth will be driven by robust performances in the industrial and services sectors, projected to grow by 4.4% and 4.1% respectively, while the agriculture sector is anticipated to grow at

2.0%. Looking ahead, key drivers of market performance that are likely to sustain investor confidence include progress in securing board's approval for a larger IMF program and potential inflows from other sources. However, political uncertainty and any further delays in inflows from foreign partners pose significant downside risks to the market's performance.

xii) Description and explanation of any significant changes in the state of the affairs of the Collective Investment Scheme during the period and up till the date of Fund Manager's report, not otherwise disclosed in the financial statements:

There were no significant changes in the state of affairs during the period and up till the date of Fund Manager's report under review.

xiii) Disclosure of any split (if any), comprising:

There were no unit splits during the period.

xiv) Break down of unit holding size:

Range (Units)	No. of Investors
0.0001 to 9,999	358
10000 to 49999	32
50,000 - 99,999	6
100,000 - 499,999	6
500,000 and above	2
Total	**404**

xv) Disclosure of circumstances that materially affect any interests of unit holders:

Investments are subject to credit and market risk.

xvi) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker (s) or dealers by virtue of transaction conducted by the Collective Investment Scheme:

No soft commission has been received by the AMC from its broker or dealer by virtue of transactions conducted by the Collective Investment Scheme.

AKD ISLAMIC STOCK FUND
Condensed Interim Statement of Assets and Liabilities
As at September 30, 2024

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
		Rupees in '000	
Assets			
Bank balances	6	**1,563**	17,689
Investments	7	**227,695**	213,730
Profit receivable on bank and dividend recievable	8	**22,188**	424
Deposits, prepayments and other receivables	9	**4,778**	5,099
Receivable against sale of units		**13,428**	2,711
Total Assets		**269,652**	239,653
Liabilities			
Payable to AKD Investment Management Limited - Management Company	10	**3,357**	648
Payable to Digital Custodian Company Limited - Trustee	11	**147**	25
Payable to Securities and Exchange Commission of Pakistan	12	**84**	17
Dividend Payble		**232**	231
Payable against purchase of investment		**2,906**	7,403
Accrued expenses and other liabilities	13	**12,629**	2,117
Payable against redemption / conversion of units		**6,100**	-
Total Liabilities		**25,454**	10,441
Net Assets		**244,198**	229,212
Unit Holders' Fund (as per statement attached)		**244,198**	229,212
Contingencies and Commitments	14		
		Number of units	
Number of units in issue		**4,190,965**	3,898,539
		Rupees	
Net assets value per unit		**58.2676**	58.7944

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD ISLAMIC STOCK FUND
Condensed Interim Income Statement (Un-audited)
For the first quarter ended September 30, 2024

	Quarter ended September 30	
	2024	2023
	(Rupees in '000)	
Income		
Capital gain on sale of investments	**(19,699)**	4,110
Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit and loss'	**(5,764)**	13,211
Dividend income	**19,890**	4,457
Profit on bank deposits	**1,023**	311
Total gain / (loss)	**(4,550)**	22,089
Expenses		
Remuneration of the Management Company	**1,088**	640
Sales tax on the remuneration of the Management Company	**162**	83
Remuneration of the Trustee	**65**	38
Capital gain on sale of investments		
Sales tax on the Trustee remuneration	**10**	5
Net unrealised appreciation on remeasurement of investments classified as 'financial assets at fair value through profit and loss'		-
Annual fee to the Securities and Exchange Commission of Pakistan	**52**	30
Accounting and operational charges	**-**	-
Expenses allocated by the Management Company	**326**	192
Securities transaction costs	**282**	82
Auditors' remuneration	**63**	63
Settlement and bank charges	**-**	2
Amortisation of preliminary expenses and floatation costs	**-**	-
Fee and subscription	**103**	182
Legal and professional charges	**54**	60
Charity	**-**	18
Total expenses	**2,204**	1,396
Net Income / (loss) for the period before taxation	**(6,754)**	20,693
Taxation	**-**	-
Net Income / (loss) for the period after taxation	**(6,754)**	20,693
Allocation of net income for the period		
Net income for the period after taxation	**(6,754)**	20,693
Income already paid on units redeemed	**208**	-
	(6,546)	20,693
Accounting income available for distribution		
Relating to capital gain	**(25,463)**	17,321
Excluding capital gains	**18,709**	3,372
	(6,754)	20,693

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD ISLAMIC STOCK FUND
Condensed Interim Cash Flow Statement (Un-audited)
For the first quarter ended September 30, 2024

	Note	Quarter ended September 30	
		2024	2023
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / gain for the period before taxation		**(6,754)**	20,693
Adjustments			
Amortisation of preliminary expenses and floatation costs		**-**	-
Capital loss / (gain) on sale of investments		**19,699**	(4,110)
Net unrealised (appreciation) / diminution on remeasurement of investments classified as 'financial assets at fair value through profit and loss'		**5,764**	(13,211)
		18,709	3,372
(Increase) / decrease in assets			
Investments		**(39,428)**	6,481
Dividend and Profit receivable on bank deposits		**(21,764)**	(72)
Deposits, prepayments and other receivables		**321**	(74)
Receivable against conversion of units		**-**	(8,238)
Receivable against sale of securities		**(10,717)**	8,035
		(71,588)	6,132
Increase / (decrease) in liabilities			
Payable to AKD Investment Management Limited - Management Company		**2,709**	(4)
Payable to Digital Custodian Company Limited - Trustee		**122**	4
Payable against Redemption / Conversion of units		**-**	58
Payable to Securities and Exchange Commission of Pakistan		**67**	(29)
Payable against purchase of investment		**(4,497)**	(8,477)
Payable against redemption / conversion of units		**6,100**	-
Accrued expenses and other liabilities		**10,512**	141
		15,013	(8,307)
Net cash (used in) / generated from operating activities		**(37,866)**	1,197
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issue of units		**126,038**	90,290
Payment against redemption of units		**(104,298)**	(90,965)
Net cash generated from / (Used in) financing activities		**21,740**	(675)
Net (decrease) / increase in cash and cash equivalents		**(16,126)**	522
Cash and cash equivalents at beginning of the period		**17,689**	989
Cash and cash equivalents at end of the period	6	**1,563**	1,511

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD ISLAMIC STOCK FUND
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the first quarter ended September 30, 2024

	Quarter ended September 30	
	2024	2023
	(Rupees in '000)	
Net Gain / (loss) for the period after taxation	**(6,754)**	20,693
Other comprehensive income for the period	**-**	-
Total comprehensive loss for the period	**(6,754)**	20,693

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD ISLAMIC STOCK FUND
Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)
For the first quarter ended September 30, 2024

	2024			2023		
	Capital value	Undistributed income	Net assets	Capital value	Undistributed income	Net assets
	(Rupees in '000)					
Net assets at beginning of the period	**309,834**	**(80,622)**	**229,212**	251,306	(146,442)	104,864
Issuance of 2,043,572 (2023: 2,281,873) units						
- Capital value (at net asset value per unit at the beginning of the period)	**125,573**	**-**	**125,573**	75,809	-	75,809
- Element of income	**465**	**-**	**465**	14,481	-	14,481
Total proceeds on issuance of units	**126,038**	**-**	**126,038**	90,290	-	90,290
Redemption of 1,751,146.7 (2023: 2,299,851) units						
- Capital value (at net asset value per unit at the beginning of the period)	**(104,237)**	**-**	**(104,237)**	76,406	-	76,406
- Element of income	**(269)**	**208**	**(61)**	14,559	-	14,559
Total payments on redemption of units	**(104,506)**	**208**	**(104,298)**	90,965	-	90,965
Total comprehensive income / (loss) for the period	**-**	**(6,754)**	**(6,754)**	-	20,693	20,693
Distribution during the period	**-**	**-**	**-**	-	-	-
Net (loss) / income for the period less distribution	**-**	**(6,754)**	**(6,754)**	-	20,693	20,693
Net assets at end of the period	**331,366**	**(87,168)**	**244,198**	250,631	(125,749)	124,882

	2024	2023
Undistributed loss brought forward		
- Realised	**(115,719)**	(115,622)
- Unrealised	**35,097**	(30,820)
	(80,622)	(146,442)
Accounting income available for distribution		
- Relating to capital gains	**(25,463)**	17,321
- Excluding capital gains	**18,709**	3,372
	(6,754)	20,693
Net loss for the period after taxation	**-**	-
Distribution during the period	**-**	**-**
Undistributed loss carried forward	**(87,376)**	(125,749)
Undistributed gain / (loss) carried forward		
- Realised loss	**(81,612)**	(138,960)
- Unrealised gain / (loss)	**(5,764)**	13,211
	(87,376)	(125,749)
	(Rupees)	(Rupees)
Net assets value per unit at beginning of the period	**58.7944**	33.222
Net assets value per unit at end of the period	**58.2676**	39.791

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer **Director** **Acting Chief Financial Officer**

AKD ISLAMIC STOCK FUND
Notes to the condensed interim financial statements (Un-audited)
For the first quarter ended September 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Islamic Stock Fund (the Fund) was established under a Trust Deed, dated August 30, 2017, executed between AKD Investment Management Limited (AKDIML) as the Management Company and Digital Custodian Company Limited (DCCL) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan (SECP) as a unit trust scheme on May 30, 2017. The initial Public Offering (IPO) of the Fund was made during the period from February 19, 2018 to February 20, 2018 and the Fund commenced operations from February 21, 2018. In accordance with the Trust Deed, the first accounting period of the Fund commenced on the date on which the Fund property was first transferred to the Trustee i.e. February 19, 2018.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is situated at 216-217, Continental Trade Centre, Block-8, Clifton, Karachi, in the province of Sindh.

The Fund is an open-ended collective investment scheme and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.

The Fund is categorised as an open end Shariah Complaint (Islamic) Equity Scheme in accordance with Circular 7 of 2009, issued by the Securities and Exchange Commission of Pakistan (SECP). Al-Hilal Shariah Advisors (Private) Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.

The Pakistan Credit Rating Company Limited (PACRA) has assigned asset manager rating of 'AM3++' to the Management Company dated 27 Jun 2024. PACRA has also assigned long term / short term perfomannce ranking of the Fund "2-star / 4-star" as on 15 August 2024.

Title to the assets of the Fund are held in the name of Digital Custodian Company Limited as Trustee of the Fund.

The Fund is registered on August 23, 2021 with Assistant Director of Industries and Commerce (Trust Wing) Government of Sindh under Section 12 of the Sindh Trusts Act, 2020.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRS standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2024.

2.3 These condensed interim financial statements are unaudited. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 30 September 2024.

3. AMENDMENTS TO ACCOUNTING STANDARDS

Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2024 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 01, 2024 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

3. **Earnings per unit**

Earnings per unit (EPU) has not been disclosed as in the opinion of the Management, determination of weighted average units for calculating EPU is not practicable.

4. **SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES**

The accounting policies and methods of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparing the financial statements as at and for the year ended 30 June 2024.

In preparing this condensed interim financial information, Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by Management in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 30 June 2024.

5. **FINANCIAL RISK MANAGEMENT**

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2024.

		Note	(Un-Audited) 30-Sep-2024	(Audited) 30-Jun-2024
			Rupees in '000	
6.	**BANK BALANCES**			
	In saving accounts	6.1	**1,563**	17,689

6.1 This represent bank accounts held with different banks. Mark-up rate on these accounts are from 14% to 19% (June 30, 2024: 18.3%) per annum.

		(Un-Audited) 30-Sep-2024	(Audited) 30-Jun-2024
7.	**INVESTMENTS**		
	At fair value through profit and loss'		
	- Listed equity securities	**227,695**	213,730

7.1 Listed equity securities

Name of the investee company	Face value per share (Rupees)	As at 01 July 2024	Purchased during the year	Bonus / right share	Sold/ Disposed	As at 30 September 2024	Balance as at 30 September 2024			Percentage in relation to		
							Carrying cost	Market value	Appreciation / (diminution)	Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
		(Number of shares)					------ (Rupees in '000) -------			--------------- (%) ---------------		
Fully paid ordinary shares (unless otherwise stated)												
Commercial Banks												
Faysal Bank Limited	10	400,000	100,000	-	-	500,000	26,251	22,950	(3,301)	10.08	9.40	0.03
Dawood Hercules Corporation Limited	10	125,000	-	-	-	125,000	20,116	17,313	(2,804)	7.60	7.09	0.03
							46,367	**40,263**	**(6,105)**	17.68		
Automobile Assembler						-				-		
Ghandhara Automobiles Limited	10	999	-	-	-	999	175	218	43	0.10	0.09	0.00
Millat Tractors Limited	5	-	5,000	-	-	5,000	3,094	2,769	(325)	1.22	1.13	0.00
							3,269	**2,987**	**(282)**	1.31		
							-	**-**		-		
Automobile Parts & Accessories										-		
Thal Limited	5	5,054	-	-	-	5,054	2,443	2,073	(370)	0.91	0.85	0.01
							2,443	**2,073**	**(370)**	0.91		
Cable & Electrical Goods										-		
Pakistan Cables Limited	10	39,105	-	-	39,105	-	-	-	-	-	-	-
										-		
Chemical										-		
Lotte Chemical Pakistan Limited	10			-		-	-	-	-	-		
										-		
Cement										-		
POWER CEMENT LIMITED	10		500,000	0	-	500,000	2,850	2,510	(340)	1.10	1.03	0.05
							2,850	**2,510**	**(340)**	1.10		
										-		
										-		
Commercial Banks										-		
Bankislami Pakistan Limited	10			-		-	-	-	-	-		
										-		
Engineering										-		
Crescent Steel & Allied Products Limited	10	-		-		-	-	-	-	-		
International Steels Limited	10	95,000	-	-	-	95,000	8,032	5,959	(2,073)	2.62	2.44	0.02
INTERNATIONAL INDUSTRIES LIMITED	10	30,000	-		-	30,000	5,871	4,114	(1,757)	1.81	1.68	0.02
							13,904	**10,074**	**(3,830)**	4.42		
Fertilizers										-		
Fauji Fertilizer Bin Qasim Limited	10	85,000	250,000	-	35,000	300,000	12,007	15,036	3,029	6.60	6.16	0.02
FATIMA FERTILIZER COMPANY LIMITED	10		250,000		-	250,000	14,000	14,888	888	6.54	6.10	0.01
							26,007	**29,924**	**3,917**	13.14		
Food & Personal Care Products										-		
Al Shaheer Corporation Limited	10	-	-	-	-	-	-	-	-	-	-	-
Al Shaheer Corporation Limited (Right share)	10	-	-	-	-	-	-	-	-	-	-	-
Frieslandcampina Engro Pakistan Limited	10	24,001	-	0	-	24,001	1,681	1,414	(267)	0.62	0.58	0.00
AT-TAHUR LIMITED	10	82,258	-		-	82,258	1,152	1,255	103	0.55	0.51	0.04
							2,833	**2,669**	**(164)**	1.17		
Glass & Ceramics										-		
SHABBIR TILES & CERAMICS LIMITED	5		140,326		-	140,326	1,917	1,945	28	0.85	0.80	0.06
							1,917	**1,945**	**28**	0.85		
										-		
Oil & Gas Exploration Companies										-		
Oil & Gas Development Company Limited	10	135,000	75,000	-	85,000	125,000	17,388	17,929	541	7.87	7.34	0.00
Pakistan Petroleum Limited	10	135,000	75,000	-	60,000	150,000	17,391	16,023	(1,368)	7.04	6.56	0.01
							34,779	**33,952**	**(827)**	14.91		
										-		
Oil & Gas Marketing Companies										-		
Pakistan State Oil Company Limited	10	135,000	15,000	-	37,000	113,000	18,719	18,226	(493)	8.00	7.46	0.02
ATTOCK PETROLEUM LIMITED	10	75,000	-		-	75,000	28,968	30,150	1,182	13.24	12.35	0.06
							47,687	**48,376**	**689**	21.25		

7.1 Listed equity securities

Name of the investee company	Face value per share (Rupees)	As at 01 July 2024	Purchased during the year	Bonus / right share	Sold/ Disposed	As at 30 September 2024	Balance as at 30 September 2024: Carrying cost	Balance as at 30 September 2024: Market value	Balance as at 30 September 2024: Appreciation / (diminution)	Percentage in relation to: Market value as percentage of total investments	Percentage in relation to: Market value as percentage of net assets	Percentage in relation to: Paid up value of shares as a percentage of total paid up capital of the investee company
		(Number of shares)					------ (Rupees in '000) -------			-------------- (%) --------------		
Fully paid ordinary shares (unless otherwise stated)												
Paper and Board										-		
Pakistan Paper Products Limited	10	666	-	-	-	666	51	58	7	0.03	0.02	0.01
SUI NORTHERN GAS PIPELINES LIMITED	10	-	-		-	-	(0)	-	0	-	-	-
							51	**58**	**7**	0.03		
Pharmaceuticals										-		
Abbott Laboratories (Pakistan) Limited	10	-	29,795	-	-	29,795	22,710	22,800	90	10.01	9.34	0.03
FEROZSONS LABORATORIES LIMITED		-	25,000		-	25,000	7,325	7,261	(64)	3.19	2.97	0.06
GLAXOSMITHKLINE PAKISTAN LIMITED	10	40,000	-		-	40,000	5,754	7,694	1,940	3.38	3.15	0.01
							35,788	**37,755**	**1,966**	16.58		
Power Generation & Distribution										-		
The Hub Power Company Limited HUBC(6.1.1)	4	150,000	-	-	150,000	-	-	-	-	-	-	-
K-Electric Limited	10	-	-	-	-	-	-	-	-	-	-	-
Lalpir Power Limited	10	-	-	-	-	-	-	-	-	-	-	-
							-	**-**	**-**	-		
Refinery										-		
Attock Refinery Limited	10	-	20,000	-	-	20,000	6,605	6,435	(170)	2.83	2.64	0.02
Cnergyico PK Limited	10	-	-	-	-	-	-	-	-	-	-	-
National Refinery Limited	10	-	-	-	-	-	-	-	-	-	-	-
							6,605	**6,435**	**(170)**	2.83		
										-		
Synthetics & Rayon										-		
Pakistan Synthetics Limited	10	65,250	-	-	5,002	60,248	1,308	1,507	199	0.66	0.62	0.04
							1,308	**1,507**	**199**	0.66		
Technology and Communication										-		
Pakistan Telecommunication Company Ltd	10	-		-		-	-	-	**-**	-		
										-		
Textile Composite										-		
Nishat Chunian Limited	10	-		-		-	-	-	-	-		
Ellcot Spinning Mills Limited	10	-		-		-	-	-	-	-		
Nishat Mills Limited	10	-		-		-	-	-	-	-		
							-			-		
Textile Spinning										-		
Tata Textile Mills Limited	10	249,500	-	-	249,500	-	-	-	-	-	-	-
INTERLOOP LIMITED	10	73,500	-		73,500	-	-	-		-	-	-
							-	**-**		-		
Vanaspati & Allied Industries										-		
Punjab Oil Mills Limited	10	53,928	-	-	-	53,928	5,955	5,501	(454)	2.42	2.25	0.69
							5,955	**5,501**	**(454)**	2.42		
Miscellenous										-		
Pakistan Almunium Beverages Can Limited	10	-	21,746		-	21,746	1,697	1,670	(28)	0.73	0.68	0.01
PAKISTAN HOTELS DEVELOPERS LIMITED		-	25,000		25,000	-	(0)	-	0	-	-	-
							1,697	**1,670**	(28)			
Total as at 30 September 2024		**1,999,261**	**1,531,867**	**-**	**759,107**	**2,772,021**	**233,459**	**227,695**	**(5,764)**		(5,764)	
		1,999,261	1,531,867		759,107	2,772,021						
Total as at 30 June 2024		-	-	-	-	-	178,633	213,730	35,097			

6.1.1 This includes 210,000 (2023: 210,000) shares of HUBC having market value of Rs. 18.549 million (2023: Rs. 14.612 million), which hav been pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin.

		Note	(Un-Audited) 30-Sep-2024	(Audited) 30-Jun-2024
			Rupees in '000	
7.2	**Net unrealised appreication / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'**			
	Market value of investments	7.1	**227,695**	213,730
	Carrying amount of investments	7.1	**(233,459)**	(178,633)
			(5,764)	35,097
8	**Dividend and Profit receivable on bank deposits**			
	Profit on bank balance		**2,108**	424
	Dividend Receivable		**20,080**	-
			22,188	424
9	**DEPOSITS AND PREPAYMENTS**			
	Security deposits with			
	- National Clearing Company of Pakistan Limited		**2,500**	2,500
	- Central Depository Company of Pakistan Limited		**100**	100
	Advances against IPO		**2,350**	2,350
	Prepaid Shairah Advisor fee		**(143)**	149
	Prepaid rating fee		**(37)**	-
	Prepaid listing fee		**8**	-
			4,778	5,099
10	**PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY**			
	Management fee	10.1	**2,416**	361
	Sales tax on management fees	10.2	**360**	47
	Expenses allocated by the management company liability	10.3	**454**	108
	Formation cost		**-**	132
	Sales Load		**126**	-
			3,357	648

10.1 During the period the Management Company has charged 2% (June 30, 2024: 2%) per annum management fee.

10.2 Sindh sales rax at the rate of 15% on gross value of management fee is charged under the provisions of Sindh Sales Tax on Services Act, 2011.

10.3 The Management Company has charged expenses at the rate of Nill (June 30, 2024:0.6%) per annum of the average annual net assets of the Fund being lower than actual expenses chargeable to Fund, from July 01, 2024 to September 30, 2024.

		Note		
11	**PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE**			
	Trustee fee	11.1	**121**	22
	Sindh Sales Tax	11.2	**26**	3
			147	25

11.1 The Trustee is entitled to a monthly remuneration to be paid monthly in arrears for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund.

The tariff structure applicable to the fund is as follows:

Amount of Funds Under Management [Average Net Assets Value (NAV)]	Tariff per annum
Upto Rs 1 billion	0.12% of Net Assets
Exceeding Rs 1 billion and up to Rs.5 billion	Rs. 1.2 million plus 0.065% per anum of the amount exceeding Rs. 1 billion
Exceeding Rs. 5 billion and up to Rs. 10 billion	Rs. 3.8 million plus 0.06% per anum of the amount exceeding Rs. 5 billion

11.2 Sindh Sales Tax is charged at 15% (June 30, 2024: 15%) on Trustee fee.

	Note	(Un-Audited) 30-Sep-2024	(Audited) 30-Jun-2024
12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)	**Note**	**Rupees in '000**	
Annual fee payable to SECP	12.1	**84**	17

12.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme is required to pay as monthly fee to the Securities and Exchange Commission of Pakistan, an amount equal to 0.095% (June 30, 2024: 0.095%) of the average annual net assets of the scheme. The fee is payable monthly in arrears.

13 ACCRUED AND OTHER LIABLITIES

Brokerage payable	**3,676**	440
Auditors remuneration	**312**	314
Printing charges payable	**-**	-
Charity Payable	**540**	540
Credit Rating Fee Payable	**132**	132
Withholding Tax Payable	**7,632**	503
Others	**338**	188
	12,629	2,117

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2024 and June 30, 2024.

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2024 is 4.04% (June 30, 2024: 4.41%) which includes 0.48% (June 30, 2024: 0.40%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, Sales Taxes, Annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme.

16 TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders in cash. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Management Company has intends to distribute cash dividend of at least 90% of the aforementioned accounting income to the unit holders. Accordingly, no provision for taxation has been recognised in these financial statements.

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include AKD Investment Management Limited, being the Management Digital Custodian Company Limited, being the Trustee, AKD Group Holding Private Limited (Formerly: Aqeel Karim Dhedhi Securities Limited), AKD Securities Limited, directors, officers and other connected persons of the Management Company, and their connected persons.

The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates. Details of transactions and balances with connected persons are as follows:

	(Un-Audited) Period ended September 30, 2024	2023
	(Rupees in '000)	
17.1 Transactions during the period		
AKD Investment Management Limited - Management Company		
Remuneration to Management Company	**1,088**	**640**
Expenses allocated by the Management Company	**326**	**192**
Sindh Sales Tax on management remuneration	**162**	**83**
Sales Load	**126**	**-**
Issue of Nill units (2023: Nill)	**-**	**-**
Digital Custodian Company Limited - Trustee		
Trustee remuneration	**65**	**38**
Sindh Sales Tax on trustee remuneration	**10**	**5**
AKD Opportunity Fund - Common Management Company		
Shares sold by AKD Islamic Stock Fund from AKD Opportunity Fund	**-**	1,380
Shares sold by AKD Islamic Stock Fund from AKD Opportunity Fund	**-**	2,101
Shares purchased by AKD Islamic Stock Fund from AKD Opportunity Fund	**-**	4,060
Shares purchased by AKD Islamic Stock Fund from AKD Opportunity Fund	**-**	3,540
Shares purchased by AKD Islamic Stock Fund from AKD Opportunity Fund	**-**	608
Golden Arrow Stock Fund- Common Management Company		
Shares Sold by AKD Islamic Stock Fund to Golden Arrow Stock Fund	**15,634**	2,880
Shares Sold by AKD Islamic Stock Fund to Golden Arrow Stock Fund	**5,301**	-
Shares purchased by AKD Islamic Stock Fund from Golden Arrow Stock Fund	**5,275**	9,057
Shares purchased by AKD Islamic Stock Fund from Golden Arrow Stock Fund	**10,393**	-
Imran Motiwala - CEO of the Management Company		
Issue of Nill units (2023: Nill)	**-**	-
Redemption of Nill units (2023: Nill Units)	**-**	-
Sehr Imran Motiwala - Spouse - CEO of the Management Company		
Redemption of Nill units (2023: Nill)	**-**	-
Anum - Director & Chief Investment Officer		
Issue of Nill units (2023: Nill)	**-**	-
Muhammad Farid Alam - Key Management Personnel of Associated Company		
Redemption of Nill units (2023:30,000)	**-**	1,191
MUHAMMAD IBRAHIM- Connected person due to more than 10% holding**		
Issue of 678,088 units (2023: Nill)	**39,834.91**	-
Redemption of 688,048 units (2023: Nill)	**(40,030.98)**	-

17.2	Balances outstanding at the period / year end	(Un-Audited) 30-Sep-2024	(Audited) 30-Jun-2024
		Rupees in '000	
	AKD Investment Management Limited - Management Company		
	Remuneration payable	**2,416**	361
	Sales Tax Provincial on Management Remuneration	**360**	47
	Expenses allocated by the Management Company	**454**	108
	Payable against formation cost	**-**	132
	Sales Load payable	**3**	-
	Digital Custodian Company Limited - Trustee		
	Remuneration payable	**121**	22
	Sales tax on trustee remuneration payable	**26**	3
	AKD Securities Limited - Brokerage		
	Brokerage Payable	-	10
	Receivable / Payable against conversion of units		
	Receivable against conversion of units - AKD Islamic Income Fund	**-**	
	Receivable against conversion of units - AKD Aggressive Income Fund	**-**	2,711
	AKD Group Holding Private Limited (Formerly: Aqeel Karim Dhedhi Securities (Private) Limited) - Staff Provident Fund		
	Outstanding units 2024: Nil units (2023: 214,514)	**12,472**	12,585
	Muhammad Farid Alam - Key Management Personnel of Associated Company		
	Outstanding units (June 2024: Nill units)	**-**	-
	Hina Aqeel - Close family member of the Chairman of the Group		
	Outstanding units 76,392(June 2024: 76,392 Units)	**4,451**	4,491
	Toqir Hussain - Key Management Personnel of the Management Company		
	Outstanding units (June 2024: 600 units)		
	TPL Insuarance Limited- Connected person due to more than 10% holding**		
	Outstanding 911,551 units (June 2024: 911,550 units)	**53,114**	53,594

18. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e. period end date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognized at fair value, based on:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table show the carrying amount and fair values of financial assets and financial liabilities including the levels in the fair value hirearchy.

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.
The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to nature of these instruments.

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on ___________ by the Board of Directors of the Management Company.

20. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.

21. GENERAL

21.1 Figures have been rounded off to the nearest thousand rupees.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer	**Director**	**Acting Chief Financial Officer**