Quarterly Report

September 30, 2023

(un-audited)

AKD

Index Tracker 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 Mahmood

Chief Executive Officer*
Mr. Imran Motiwala

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

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. Ali Wahab Siddiqui (Chairman)
Mr. Hasan Ahmed (Member)
Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW) (Secretary)

HUMAN RESOURCE AND REMUNERATION (HR & R) AND NOMINATION COMMITTEE
Ms. Aysha Ahmed (Chairperson)
Mr. Abdul Karim (Member)
Mr. Imran Motiwala (Member)
Ms. Anum Dhedhi (Member)
Mr. Muhammad Yaqoob Sultan, CFA (Secretary)

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

**Election of Directors was held on October 10, 2023.*
Approval is pending from SECP.

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 Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), AKD Islamic Stock Fund (AKDISSF) 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, 2023.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)
For the 1QFY24, the return of AKD Opportunity Fund stood at 4.38% compared to the benchmark KSE–100 Index return of 11.53%.

Golden Arrow Stock Fund (GASF)
For the 1QFY24, the return of Golden Arrow Stock Fund stood at 9.11% compared to the benchmark KSE–100 Index return of 11.53%.

AKD Islamic Stock Fund (AKDISSF)

For the 1QFY24, the return of AKD Islamic Stock Fund stood at 19.77% compared to the benchmark KMI–30 Index return of 9.78%.

AKD Index Tracker Fund (AKDITF)
For the 1QFY24, the return of AKD Index Tracker Fund stood at 10.91% compared to the benchmark KSE–100 Index return of 11.53%.

AKD Cash Fund (AKDCF)
For the 1QFY24, the annualized return of AKD Cash Fund stood at 21.69% compared to the benchmark return of 21.94%.

AKD Islamic Income Fund (AKDISIF)
For the 1QFY24, the annualized return of AKD Islamic Income Fund stood at 20.70% compared to the benchmark return of 7.60%.

AKD Aggressive Income Fund (AKDAIF)
For the 1QFY24, the annualized return of AKD Aggressive Income Fund stood at 22.43% as compared to the benchmark return of 23.54%.

AKD Islamic Daily Dividend Fund (AKDIDDF)
For the 1QFY24, the annualized return of AKD Islamic Daily Dividend Fund stood at 18.79% as compared to the benchmark return of 8.35%.

MACRO PERSPECTIVE

The year FY24 brought fresh tides of hope for Pakistan as the economy stepped on the path to recovery. Pakistan saw a major decline in imports as high inflation coupled with record interest rates led to demand compression coupled with progressive efforts like restoring the balance to the exchange rate via stopping illegal channels. On the monetary front, SBP kept the policy rate status quo reaffirming market consensus that the monetary tightening cycle had perhaps come to an end, while relaying optimism of monetary easing during 2HFY24 on the back of high base effect and average inflation peaking at 29% levels. Pakistan is also likely to receive the remaining two tranches in line with the IMF Stand-by Agreement following key measures undertaken as required under the said Program. In addition, Reportedly, Pakistan is also scheduled to hold National Elections in January 2024 which will fill the void created by political uncertainty over the past couple of years, ensuring much needed political clarity.

The Current Account Deficit for the month of September 2023 clocked in at USD 8 million, from a Current Account Deficit of USD 164 million *(revised)* in August 2023 taking the 1QFY24 CAD to USD 0.95 billion against USD 2.26 billion, down -58% YoY during the same period last year primarily due to a decline in imports.

The total Imports witnessed a hefty decline of -19% YoY from USD 18.38 billion to USD 14.86 billion during 3MFY24 whereas the total exports also declined by -4% YoY from USD 8.73 billion to USD 9.10 billion. Furthermore, foreign workers continued to support the external account which also declined -20% YoY from USD 7.90 billion to USD 6.33 billion. The decline is achieved mostly due to the import restrictions that were placed during most of the year.

The SBP in its Monetary Policy Committee on October 30, 2023, decided to keep the policy rate unchanged at 22% which was in line with the market consensus. The SBP premised their decision based on the forward looking inflation projections and the already on-going declining inflationary trend from 29%>28%>27% in the months June>July>August considering September's 31% as an outlier. Moreover, the SBP believes that despite global oil prices soaring recently, its impact will in principle be passed onto the consumers through subsequent price increases, while inflation is like to remain overall on a downward trajectory from 2HFY24. Additionally, the expected ease in supply constraints owing to better agriculture output and the recent administrative measures against speculative activity in the FX and commodity markets would also support the inflation outlook.

The SBP's medium term target for inflation is 5-7% by FY25. The next MPC meeting is due to be held on December 12, 2023, where we expect the interest rates to remain unchanged despite early expectations of rate cuts. The change in our stance from declining interest rates to holding the interest rates at record high levels of 22% is that the incumbent government continues facing economic headwinds despite improvement in CAD and FX reserves.

The Government's resilient efforts to attract investments from Non-Resident Pakistanis continued to yield results, with an impressive inflow of USD 6.76 billion through Roshan Digital Accounts (RDA) with more than 610,000 accounts till September 2023.

Moreover, the FBR collected revenues worth PKR 2.04 trillion during 1QFY24 against the target of 1.98 trillion during same period last year exceeding the target by PKR 63 billion. Moreover, FBR also achieved the target for the month of September 2023 by collecting PKR 834 billion *(PKR 688 billion SPLY)* against a target of PKR 794 billion.

As per the SBP Country-wise Remittances data for FY24, Pakistan has received remittances of USD 767 million from USA, USD 947 million from UK, USD 1,516 million from KSA and USD 1,024 million from UAE. The SBP reserves currently stands at USD 7.49 billion *(total liquid FX reserves USD 12.66 billion)* as at October 20, 2023 representing an import cover of mere 7 weeks.

The NCPI during the month of September 2023 clocked in at 31.44% YoY as compared to 27.38% YoY in July 2023 and 23.18% in September 2022. This took the 3MFY24 average NCPI to 29.04% compared to 25.11% during the SPLY.

The Large Scale Manufacturing *(LSMI)* sector, which accounts for about 80% of the country's industrial output, increased by 2.52% YoY in August 2023 compared to same period last year after 13 months of consecutive decline as a result of expensive raw material costs in the light of currency devaluation, high interest rates, and global recession.

EQUITY MARKET REVIEW

The Equity market witnessed an aggressive come back during 1QFY24 closing in at 46,232.59 level, gaining 4,779.90 points *(11.53% YoY)*. During the quarter, investors celebrated improving macros with an appreciating currency while withering hard but necessary steps taken by the caretaker setup to ensure sustainability for the country. In addition, the market also celebrated the unchanged interest rate stance of the SBP which is signaling the end of the tightening era.

During 1QFY24, investor participation improved as volumes increased by 29% YoY to 280 million shares from 217 million shares recorded during last year. Surprisingly, after five years of outflows from FY18 to FY22, foreigners were net buyers in FY23 with USD 1.53 million and another massive USD 22 million was attracted in 1QFY24. Foreigner's interest was majorly caught in Commercial Banks *(USD 16 million)* and Technology and Communication *(USD 8 million)*.

The sectors that performed during 1QFY24 are Commercial Banks *(19.58%)*, Oil & Gas Exploration Companies *(15.10%)*, Chemical *(11.21%)*, Power Generation & Distribution *(17.10%)*, and Food & Personal Care Products *(4.11%)*. While the sectors that kept the bulls in check are Fertilizer *(-7.61%)*,

Synthetic & Rayon *(-5.30%)*, Pharmaceuticals *(-2.08%)*, Modarabas *(-15.41%)*, Paper & Board *(-4.23%)* as panic swayed away local investors to safer havens and fixed income given that interest rates are almost at record highs.

On a 10Y period, the KSE - 100 index yielded an annualized return of 7.79% *(-2.48% annualized in USD terms)*. The persistent decline in the local currency against the US Dollar has kept foreign investors at bay despite extremely compelling valuations. While foreigners have been on the sell side for several years now; frontier market investors are likely to turn net buyers given the unprecedented currency adjustment and cheap valuations provided that Pakistan implement key economic and policy reforms.

The KSE-100 index continues to trade at exceedingly attractive multiples with PE and PB of 4.21x and 0.67x with a healthy dividend yield of 10.54%. Pakistan is witnessing perhaps one of the highest interest rate environments since independence with yields on government securities crossing 22%. Our pro-equity stance stems from the fact that the government in lieu with the newly appointed COAS have dedicated their tireless efforts towards combating corruption, hoarding of gold/dollars, banning of items under Afghan Transit Trade and have remarkably managed to control exchange devaluation and default risk till now. In the future, we may see inflation tipping off due to high base effect in 2HFY24 and expect monetary easing eventually. Looking ahead the caretaker's performance in stabilizing the currency and economy broadly while staying in line with the IMF Program is indeed encouraging and positioned the market for a likely re-rating.

FIXED INCOME REVIEW

During 1QFY24, the State Bank of Pakistan maintained the interest rate at decade high levels of 22% in response to un-abating inflationary pressures, with the average NCPI for 1QFY24 soaring to 29.04%, and the pressing need to fortify the country's deteriorating external account.

The heightened policy rate played a significant role in driving up the rates of government securities, attracting substantial investments into these instruments as investors sought improved returns offered by government debt securities.

During the quarter, the State Bank of Pakistan conducted a total of six *(6)* Market Treasury Bill *(MTB)* auctions, where the government managed to raise PKR 7.84 trillion against the auction target of PKR 8.70 trillion. Notably, the weighted average yields for 3, 6 and 12 month MTBs were 22.81%, 22.99% and 23.12%, respectively, up by 717 bps, 735 bps, and 736 bps compared to the same period last year.

To further address the need for liquidity, SBP also conducted three *(3)* auctions of fixed-rate Pakistan Investment Bond *(PIB)* and was successful in raising PKR 0.19 trillion. The weighted average yields for 3Y, 5Y and 10Y PIBs increased by 541 bps, 68 bps, whereas, the weighted average yield of 10Y PIB decreased by 8 bps, respectively, to stand at 19.33%, 13.98% and 12.99%.

In the market for Shariah Compliant instruments, the SBP conducted a total of five *(5)* auctions of GOP Ijara Sukuk, both Variable Rental Rate *(VRR)* and Fixed Rental Rate *(FRR)*. These auctions successfully raised PKR 579.70 billion against the auction target of PKR 540.00 billion.

Moreover, the State Bank of Pakistan carried out 24 Open Market Operations *(OMOs)* with varying maturities, injecting PKR 10.85 trillion into the market at an average cut-off yield of 22.10% and mopped up PKR 4.38 trillion at an average cut-off yield of 21.99%.

Looking ahead to the auction target calendars for October through December 2023, the State Bank of Pakistan aims to raise PKR 7.91 trillion by issuing 3 to 12-month MTBs against the maturing amount of PKR 8.95 trillion. Additionally, the SBP targets to raise PKR 480 billion through 3 to 30-year fixed-rate PIBs and PKR 2,280 billion.

FUTURE OUTLOOK

As the Country paves its way through FY24, the caretaker government has introduced essential reforms that will help the economy get back on track to stability. Some of these steps include increase of gas tariffs to address the issue of burgeoning gas sector circular debt, privatize loss making SOEs such as PSM and PIA, and improve the governance in the power sector especially the DISCOs. Moreover, the Caretaker setup has also been making continuous efforts to bring Foreign Investments in different sectors of the economy under the forum of Special Investment Facilitation Centre (SIFC). We believe that all these structural changes and reforms are necessary to turn around the current economic state and back to a path of sustainable growth. While market consensus suggests foreseeably that the Central Bank has reached its monetary tightening cycle for now, both the fiscal and external accounts are likely to remain very challenging for the Government in the coming year. On the other hand, notably inflation is expected to come off sharply starting from 2HFY24 as the high base affect plays out, perhaps providing much needed respite in the form of a reduction in interest rates as debt servicing remains challenging .

We believe that the support from IMF under the new agreement has largely subsided the default risk that the country was adamantly facing and has also ensured inflows in the form of grants and aids from other bilateral and multilateral partners.

Pakistan's first IMF review under the new Standby Arrangement reached with the Fund in June 2023 scheduled in early November is likely to be one of the key drivers of the market direction ahead. Notably, the Government has carefully chalked out an economic revival plan and is envisaging massive fiscal consolidation to bring down its expenditures to record a primary balance surplus for the fiscal year 2024 for which the Government is contemplating a cut in the Public Sector Development Programme *(PSDP)* or imposing additional taxes. On the political front, developments regarding the holding of general elections in January 2024 will also be particularly eyed by market participants.

Lastly, we believe that the market continues to trade at attractive multiples with a PE of 4.41x while offering a healthy dividend yield of 11.28% as at September 28, 2023.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Khalid Mehmood
Chairman

Karachi: October 31, 2023

FUND INFORMATION

AKD Index Tracker Fund

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

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

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

Registrar
AKD Investment Management Limited
216-217, Continental Trade Centre,
Block 8, Clifton, Karach - 74000
UAN: 111-253-465 (111-AKDIML)

Bankers
Askari Bank Limited
Bank Al Falah Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
United Bank Limited

Distributor
Financial Investments Mart (Pvt) Ltd.
Investlink Advisor (Private) Limited.
Investomate (Private) Limited
ITMinds Limited.
YPay Financial Services (Pvt.) Ltd.

Auditors
M/s Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8,
KCHSU Shahrah-e-Faisal,
Karachi-75350

Rating: Asset Management Company
PACRA: AM3++

FUND MANAGER'S REPORT

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

Open - end Scheme investing in Equity Securities of KSE-100 Index.

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

The objective of the AKD Index Tracker Fund (AKDITF) is to trail the return of KSE-100 Index with up to 85% accuracy and provide investors with a high quality, in-depth diversification instrument.

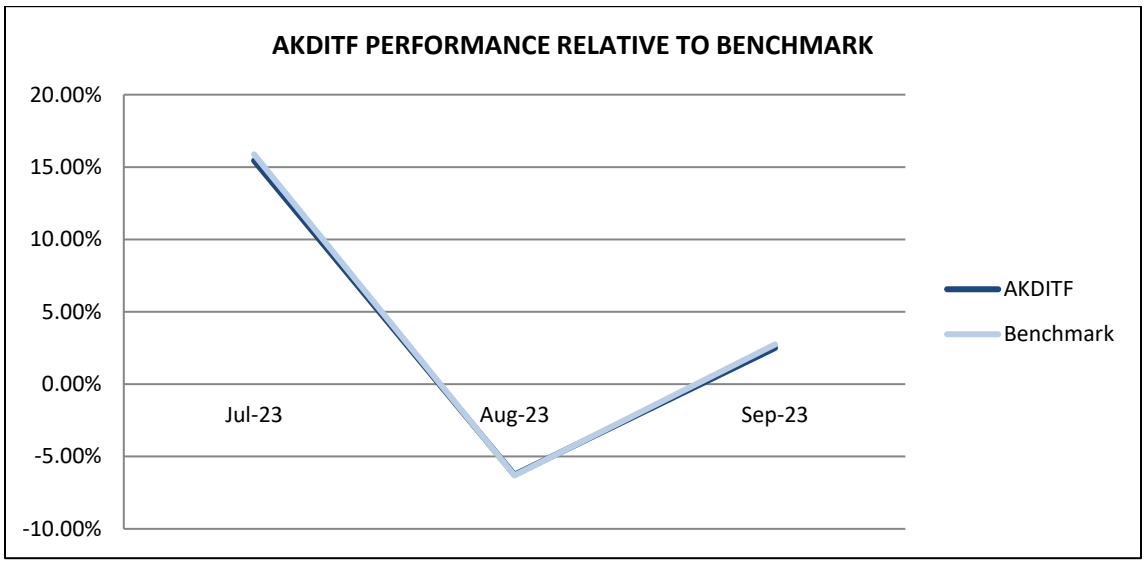
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY24, the return of AKD Index Tracker Fund stood at 10.91% compared to the benchmark KSE–100 Index return of 11.53%.

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

KSE-100 Index.

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



Monthly return	Jul-23	Aug-23	Sep-23
AKDITF	15.44%	-6.26%	2.49%
Benchmark	15.88%	-6.31%	2.73%

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

AKD Index Tracker Fund is a passively managed open - end equity portfolio; its performance is directly linked to the performance of KSE-100 Index with up to 85% accuracy. The Fund Manager attempts to trial the movement of the Index by using the weights of the respective stocks in the KSE-100 Index.

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

Asset Allocation (% of Total Asset)	30-Sep-23	30-Jun-23
Equities	95.57%	94.65%
Cash	2.97%	4.68%
Other Assets including Receivables	1.46%	0.67%

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

1QFY24 Return	10.91%
Benchmark Return	11.53%

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

Net Assets Value			NAV Per Unit	
30-Sep-23	30-Jun-23	Change in Net Assets	30-Sep-23	30-Jun-23
(Rupees In "000")			Rs.	Rs.
469,230	422,884	10.96%	13.7907	12.4341

x) Statement on the characteristics and general composition of the index:

AKD Index Tracker Fund tracks the returns of the KSE-100 Index with up to 85% accuracy, providing investors with high quality, in depth diversification instrument.

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

The year FY24 brought fresh tides of hope for Pakistan as the economy stepped on the path to recovery. Pakistan saw a major decline in imports as high inflation coupled with record interest rates led to demand compression coupled with progressive efforts like restoring the balance to the exchange rate

via stopping illegal channels. On the monetary front, SBP kept the policy rate status quo reaffirming market consensus that the monetary tightening cycle had perhaps come to an end, while relaying optimism of monetary easing during 2HFY24 on the back of high base effect and average inflation peaking at 29% levels. Pakistan is also likely to receive the remaining two tranches in line with the IMF Stand-by Agreement following key measures undertaken as required under the said Program. In addition, Reportedly, Pakistan is also scheduled to hold National Elections in January 2024 which will fill the void created by political uncertainty over the past couple of years, ensuring much needed political clarity.

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The KSE-100 index continues to trade at exceedingly attractive multiples with PE and PB of 4.21x and 0.67x with a healthy dividend yield of 10.54%. Pakistan is witnessing perhaps one of the highest interest rate environments since independence with yields on government securities crossing 22%. Our pro-

equity stance stems from the fact that the government in lieu with the newly appointed COAS have dedicated their tireless efforts towards combating corruption, hoarding of gold/dollars, banning of items under Afghan Transit Trade and have remarkably managed to control exchange devaluation and default risk till now. In the future, we may see inflation tipping off due to high base effect in 2HFY24 and expect monetary easing eventually. Looking ahead the caretaker's performance in stabilizing the currency and economy broadly while staying in line with the IMF Program is indeed encouraging and positioned the market for a likely re-rating.

FUTURE OUTLOOK

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We believe that the support from IMF under the new agreement has largely subsided the default risk that the country was adamantly facing and has also ensured inflows in the form of grants and aids from other bilateral and multilateral partners.

Pakistan's first IMF review under the new Standby Arrangement reached with the Fund in June 2023 scheduled in early November is likely to be one of the key drivers of the market direction ahead. Notably, the Government has carefully chalked out an economic revival plan and is envisaging massive fiscal consolidation to bring down its expenditures to record a primary balance surplus for the fiscal year 2024 for which the Government is contemplating a cut in the Public Sector Development Programme *(PSDP)* or imposing additional taxes. On the political front, developments regarding the holding of general elections in January 2024 will also be particularly eyed by market participants.

Lastly, we believe that the market continues to trade at attractive multiples with a PE of 4.41x while offering a healthy dividend yield of 11.28% as at September 28, 2023.

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 the Fund manager's report, not otherwise disclosed in the financial statements.

There were no significant changes in the state of affairs during the period under review.

xiii) Disclosure on unit split (if any), comprising:

There were no unit splits during the period.

xiv) Break down of unit holdings by size:

Range(Units)	**No of Investors**
0.0001 to 9,999	602
10,000 to 49,999	23
50,000 - 99,999	5
100,000 - 499,999	1
500,000 and above	2
Total	**633**

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 brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

AKD INDEX TRACKER FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2023

	Note	September 30 2023 (Un-audited)	June 30 2023 (Audited)
		--------- (Rupees in '000) ---------	
ASSETS			
Bank balances	**5**	**14,219**	20,543
Investments	**6**	**457,321**	415,393
Dividend and profit receivable on bank deposits		**4,296**	276
Deposits and other receivables		**2,703**	2,680
Total assets		**478,539**	438,892
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	7	**1,724**	1,686
Payable to Central Depository Company of Pakistan Limited - Trustee	8	**87**	80
Payable to Securities and Exchange Commission of Pakistan	9	**37**	85
Accrued expenses and other liabilities	10	**3,733**	10,429
Unclaimed dividend		**3,728**	3,728
Total liabilities		**9,309**	16,008
NET ASSETS		**469,230**	422,884
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		**469,230**	422,884
CONTINGENCIES AND COMMITMENTS	11		
		-------- (Number of Units) --------	
NUMBER OF UNITS IN ISSUE		**34,024,993**	34,009,959
		----------(Rupees)----------	
NET ASSETS VALUE PER UNIT		**13.79**	12.43

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

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

AKD INDEX TRACKER FUND
CONDENSED INTERIM INCOME STATEMENT(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

	Note	for the quarter ended September 30, Unaudited **2023**	Unaudited 2022
		------ (Rupees in '000) ------	
INCOME			
Capital gain/(loss) on sale of investments classified as 'at fair value through profit or loss'		**404**	460
Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'at fair value through profit or loss'		**35,322**	(12,734)
Dividend income		**12,211**	8,278
Profit on bank deposits		**545**	228
Total income/(loss)		**48,482**	(3,768)
EXPENSES			
Remuneration of AKD Investment Management Limited - Management Company		**892**	813
Sindh Sales tax on remuneration of Management Company		**116**	106
Remuneration of Central Depository Company of Pakistan Limited - Trustee		**239**	217
Sindh Sales tax on remuneration of Trustee		**31**	28
Annual fee to the Securities and Exchange Commission of Pakistan		**113**	22
Expenses allocated by Management Company		**119**	108
Auditors' remuneration		**87**	88
Brokerage		**35**	23
Legal and professional charges		**62**	185
Settlement and bank charges		**5**	4
Fee and subscription		**86**	19
Total expenses		**1,785**	1,613
Net income/(loss) for the period before taxation		**46,697**	(5,381)
Taxation	13	-	-
Net income/(loss) for the period after taxation		**46,697**	(5,381)
Allocation of income for the period			
Net income for the period after taxation		**-**	-
Income already paid on units redeemed		**-**	-
		-	-
Accounting income available for distribution			
Relating to capital gain		**35,726**	-
Excluding capital gains		**10,971**	-
		46,697	-
Earnings per unit	14		

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

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

AKD INDEX TRACKER FUND
CONDENSED INTERIM CASH FLOW STATEMENT(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

	Note	for the quarter ended September 30, Unaudited **2023**	Unaudited 2022
		------ (Rupees in '000) ------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income/(loss) for the period after taxation		**46,697**	(5,381)
Adjustments for non cash items and other items:			
Unrealised (appreciation) / diminution on remeasurement of investments classified as 'at fair value through profit or loss'		**(35,322)**	12,734
Capital gain/(loss) on sale of investment		**(404)**	(460)
		10,971	6,893
Decrease / (increase) in assets			
Dividend and profit receivable on bank deposits		**(4,020)**	(2,206)
Receivable against conversion		**-**	(505)
Deposits and other receivables		**(23)**	(34)
		(4,043)	(2,745)
Increase / (decrease) in liabilities			
Payable to AKD Investment Management Limited - Management Company		**38**	8
Payable to Central Depository Company of Pakistan Limited - Trustee		**7**	-
Payable against conversion/redemption		**-**	1,315
Payable to Securities and Exchange Commission of Pakistan		**(48)**	(70)
Accrued expenses and other liabilities		**(6,696)**	29
		(6,699)	1,282
Investment - net		**(6,202)**	(7,019)
Net cash generated from / (used in) operating activities		**(5,973)**	(1,589)
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issue of units		**43,200**	13,139
Payment against redemption of units		**(43,551)**	(12,240)
Net cash flows (used in) / generated from financing activities		**(351)**	899
Net increase/(decrease) in cash and cash equivalents during the period		**(6,324)**	(690)
Cash and cash equivalents at beginning of the period		**20,543**	10,272
Cash and cash equivalents at end of the period		**14,219**	9,582

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

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

AKD INDEX TRACKER FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

	for the quarter ended September 30,	
	Unaudited **2023**	Unaudited 2022
	------ (Rupees in '000) ------	
Net income/(loss) for the period after taxation	**46,697**	**(5,381)**
Other comprehensive income for the period	**-**	**-**
Total comprehensive income for the period	**46,697**	(5,381)

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

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

AKD INDEX TRACKER FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

	2023			2022		
	Capital value	**Undistributed income**	**Total**	Capital value	Undistributed income	Total
	---------- (Rupees in '000) ----------					
Net assets at beginning of the period	**372,484**	**50,400**	**422,884**	372,497	55,098	427,595
Issue of 3,145,771 (2022: 1,023,812) units						
- Capital value (at Ex-Net asset value per unit at the beginning of year)	**39,115**	**-**	**39,115**	12,872	-	12,872
- Element of income	**4,085**	**-**	**4,085**	267	-	267
Total proceeds on issuance of units	**43,200**	**-**	**43,200**	13,139	-	13,139
Redemption of 3,130,737 (2022: 955,782) units						
- Capital value (at Ex-Net asset value per unit at the beginning of year)	**38,928**	**-**	**38,928**	12,017	-	12,017
- Element of income	**4,623**	**-**	**4,623**	(23)	-	223
Total payments on redemption of units	**43,551**	**-**	**43,551**	11,994	-	12,240
Total comprehensive income/(loss) for the period	**-**	**46,697**	**46,697**	-	(5,381)	(5,381)
Refund of capital	**-**	**-**	**-**	-	-	-
Net income/(loss) for the period less distribution	**-**	**46,697**	**46,697**	-	(5,381)	(5,381)
Net assets at end of the period	**459,235**	**97,097**	**469,230**	373,642	49,717	423,113
Undistributed income brought forward						
- Realised income		**95,284**			143,474	
- Unrealised income		**(44,884)**			(88,376)	
		50,400			55,098	
Accounting income available for distribution						
- Relating to capital gains		**35,726**			-	
- Excluding capital gains		**10,971**			-	
		46,697			-	
Net loss for the period after taxation		**-**			(5,381)	
Undistributed income carried forward		**97,097**			49,717	
Undistributed income carried forward						
- Realised income		**61,775**			62,451	
- Unrealised income / (loss)		**35,322**			(12,734)	
		97,097			49,717	
		(Rupees)			**(Rupees)**	
Net assets value per unit at beginning of the period		**12.43**			12.57	
Net assets value per unit at end of the period		**13.79**			12.42	

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

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

AKD INDEX TRACKER FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Index Tracker Fund ("The Fund") was established under a Trust Deed, dated May 2, 2007 executed between AKD Investment Management Limited (AKDIML) as Asset Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on May 02, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 12, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-ended mutual fund. The Fund commenced its operations from October 11, 2005.

The Management Company of the Fund has been registered as a Non - Banking Finance Company (NBFC) under the NBFC Rules and has obtained a requisite license from 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 mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering the same to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited

The Fund is categorised as Index Tracker Scheme as per circular 7 of 2009 by SECP. As per the circular, the Fund shall strive to remain fully invested in accordance with the stated index (i.e. KSE-100 index), however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subsets during the year based on monthly average investment calculated on daily basis. The units invested amount shall be kept in cash and / or near cash instrument where near cash instrument include deposits with bank (excluding TDRs), and treasury bills not exceeding 90 days maturity.

The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as Trustee of the Fund.

The Management Company has been assigned a quality rating of "AM3++" by the Pakistan Credit Rating Agency Limited (PACRA) on June 27, 2023. Due to specialised nature of the Fund, performance rating has not been taken, as the comparable benchmark is not available.

The Fund has 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 PRESENTATION

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 (IFRS Standards) 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; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.2 This condensed interim financial information does not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2023.

2.3 This condensed interim financial information is being submitted to the unitholders as required under Regulation 38 2(f)V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited.

3. 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 2023.

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 Company'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 2023.

4. 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 2023.

	Note	**Un-Audited September 30 2023**	Audited June 30 2023
		--------- (Rupees in '000) ---------	
5. BANK BALANCES			
Saving accounts	**5.1**	**14,219**	**20,543**
Current accounts		**-**	-
		14,219	20,543

5.1 Mark-up rate on these saving accounts is 20.50% (June 30, 2023: 13.00% to 19.5%) per annum.

	Note	**Un-Audited September 30 2023**	Audited June 30 2023
		--------- (Rupees in '000) ---------	
6. INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	6	**457,321**	415,393

6.1 Listed equity securities

Name of investee company	Face value per share	As at July 01, 2023	Purchases during the year	Bonus / right issue	Sales during the year	As at September 30, 2023	Balance as at September 30, 2023			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of paid up capital of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
	(Rupees)	----------Number of shares / certificates----------					---------- (Rupees in '000) ----------			---------- (%) ----------		
Fully paid ordinary shares / certificates												
Automobile Assembler												
Atlas Honda Limited	10	3,120	-	-	-	3,120	802	838	36	0.18	0.18	0.00
Honda Atlas Cars (Pakistan) Limited	10	7,270	-	-	-	7,270	671	878	207	0.19	0.19	0.01
Indus Motor Company Limited	10	3,899	-	-	-	3,899	3,678	3,490	(188)	0.76	0.74	0.00
Millat Tractors Limited	10	24,759	450	-	-	25,209	9,863	10,540	677	2.30	2.25	0.01
Pak Suzuki Motor Company Limited	10	5,632	-	-	-	5,632	536	694	158	0.15	0.15	0.01
							15,550	**16,440**	**890**			
Automobile Parts & Accessories												
Thal Limited	5	10,771	1,000	-	-	11,771	1,959	2,661	702	0.58	0.57	0.01
							1,959	**2,661**	**702**			
Cable & Electrical Goods												
Pak Elektron Limited	10	116,393	-	-	-	116,393	**1,053**	**1,157**	**104**	0.25	0.25	0.01
				-								
Cement												
Cherat Cement Company Limited	10	32,685	-	-	-	32,685	3,931	4,222	291	0.92	0.90	0.02
D.G. Khan Cement Company Limited	10	59,727	2,500	-	-	62,227	3,207	2,702	(505)	0.59	0.58	0.01
Fauji Cement Company Limited	10	233,525	-	-	-	233,525	2,746	2,641	(105)	0.58	0.56	0.01
Kohat Cement Company Limited	10	16,800	-	-	-	16,800	2,914	2,843	(71)	0.62	0.61	0.01
Lucky Cement Limited	10	31,464	450	-	-	31,914	16,689	18,010	1,321	3.94	3.84	0.01
Maple Leaf Cement Factory Limited	10	135,487	-	-	-	135,487	3,838	4,056	218	0.89	0.86	0.01
Pioneer Cement Limited	10	31,800	-	-	-	31,800	2,755	2,706	(49)	0.59	0.58	0.01
							36,080	**37,180**	**1,100**			
Chemical												
Archroma Pakistan Limited	10	2,150	-	-	-	2,150	1,011	946	(65)	0.21	0.20	0.01
Colgate-Palmolive (Pakistan) Limited	10	6,748	320	-	-	7,068	8,041	9,565	1,524	2.09	2.04	0.00
Engro Polymer & Chemicals Limited	10	91,197	-	-	24,887	66,310	2,802	2,607	(195)	0.57	0.56	0.01
Lucky Core Industries Limited	10	3,738	-	-	-	3,738	2,258	2,139	(119)	0.47	0.46	-
Lotte Chemical Pakistan Limited	10	103,000	-	-	36,765	66,235	1,823	1,887	64	0.41	0.40	0.00
							15,935	**17,144**	**1,209**			
Close - End Mutual Fund												
HBL Growth Fund - Class A	10	62,512	-	-	-	62,512	**293**	**311**	**18**	0.07	0.07	0.02

Name of investee company	Face value per share	As at July 01, 2023	Purchases during the year	Bonus / right issue	Sales during the year	As at September 30, 2023	Balance as at September 30, 2023			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of paid up capital of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
	(Rupees)	----------Number of shares / certificates----------					---------- (Rupees in '000) ----------			---------- (%) ----------		
Fully paid ordinary shares / certificates												
Commercial Banks												
Allied Bank Limited	10	30,839	-	-	-	30,839	2,066	2,159	93	0.47	0.46	0.00
Askari Bank Limited	10	108,544	18,000	-	-	126,544	1,682	1,973	291	0.43	0.42	0.01
Bank Al Habib Limited	10	207,232	-	-	-	207,232	8,957	9,332	375	2.04	1.99	0.02
Bank Alfalah Limited	10	176,534	7,000	-	-	183,534	5,640	7,061	1,421	1.54	1.50	0.01
Faysal Bank Limited	10	102,680	-	-	-	102,680	2,072	2,290	218	0.50	0.49	0.01
Habib Bank Limited	10	208,233	-	-	16,000	192,233	14,077	17,386	3,309	3.80	3.71	0.01
Habib Metropolitan Bank Limited	10	134,748	-	-	-	134,748	4,072	4,882	810	1.07	1.04	0.01
MCB Bank Limited	10	118,908	2,000	-	-	120,908	13,906	15,639	1,733	3.42	3.33	0.01
Meezan Bank Limited	10	128,152	2,300	-	-	130,452	11,370	14,951	3,581	3.27	3.19	0.01
National Bank of Pakistan	10	137,938	10,000	-	-	147,938	2,907	3,406	499	0.74	0.73	0.01
Standard Chartered Bank (Pakistan) Limited	10	51,348	-	-	-	51,348	1,117	1,476	359	0.32	0.31	0.00
The Bank of Punjab	10	355,015	-	-	-	355,015	1,232	1,409	177	0.31	0.30	0.01
United Bank Limited	10	140,279	2,200	-	-	142,479	16,830	20,460	3,630	4.47	4.36	0.01
							85,928	**102,424**	**16,496**			
Engineering												
Aisha Steel Mills Limited	10	-	-	-	-	-	0	-	-	0.00	0.00	-
International Industries Limited	10	18,750	-	-	-	18,750	1,373	1,646	273	0.36	0.35	0.01
International Steels Limited	10	43,500	-	-	-	43,500	1,763	1,849	86	0.40	0.39	0.01
Mughal Iron And Steel Industries Ltd	10	22,205	-	-	-	22,205	1,076	1,107	31	0.24	0.24	0.01
							4,212	**4,602**	**390**			
Fertilizer												
Engro Corporation Limited	10	82,261	1,600	-	5,500	78,361	20,361	18,818	(1,543)	4.11	4.01	0.01
Engro Fertilizers Limited	10	170,325	4,600	-	-	174,925	14,434	13,280	(1,154)	2.90	2.83	0.01
Fatima Fertilizer Company Limited	10	85,634	-	-	-	85,634	2,553	2,475	(78)	0.54	0.53	0.00
Fauji Fertilizer Bin Qasim Limited	10	122,802	-	-	-	122,802	1,447	1,687	240	0.37	0.36	0.01
Fauji Fertilizer Company Limited	10	200,483	3,200	-	-	203,683	20,055	18,910	(1,145)	4.13	4.03	0.02
							58,850	**55,170**	**(3,680)**			
Food & Personal Care Products												
Frieslandcampina Engro Pakistan Limited	10	19,724	-	-	-	19,724	1,164	1,097	(67)	0.24	0.23	0.00
Murree Brewery Company Limited	10	3,072	-	-	-	3,072	891	768	(123)	0.17	0.16	0.01
National Foods Limited	5	19,902	-	-	-	19,902	1,958	2,179	221	0.48	0.46	0.01
Unilever Pakistan Foods Limited	10	85	-	-	-	85	1,993	1,747	(246)	0.38	0.37	-
Rafhan Maize Products Company Limited	10	200	20	-	-	220	1,858	1,758	(100)	0.38	0.37	-
Nestle Pakistan Limited	10	644	660	-	-	1,304	8,772	9,258	486	2.02	1.97	0.00
Unity Foods Limited	10	125,471	10,500	-	14,000	121,971	1,987	3,070	1,083	0.67	0.65	0.01
							18,623	**19,877**	**1,254**			
Glass & Ceramics												
Ghani Glass Limited	10	85,505	-	-	-	85,505	2,180	2,186	6	0.48	0.47	0.01
Tariq Glass Industries Limited	10	17,500	2,000	-	-	19,500	1,351	1,531	180	0.33	0.33	0.01
							3,531	**3,717**	**186**			

Name of investee company	Face value per share	As at July 01, 2023	Purchases during the year	Bonus / right issue	Sales during the year	As at September 30, 2023	Balance as at September 30, 2023			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of paid up capital of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
	(Rupees)	----------Number of shares / certificates----------					---------- (Rupees in '000) ----------			---------- (%) ----------		
Fully paid ordinary shares / certificates												
Insurance												
Adamjee Insurance Company Limited	10	59,240	7,000	-	-	66,240	1,549	1,893	344	0.41	0.40	0.02
EFU General Insurance Limited	10	15,537	-	-	-	15,537	1,336	1,343	7	0.29	0.29	0.01
IGI Holdings Limited	10	-	-	-	-	-	0	-	-	0.00	0.00	-
							2,885	**3,236**	**351**			
Inv. Banks / Inv. Cos. / Securities Cos.												
Dawood Hercules Corporation Limited	10	96,596	-	-	-	96,596	9,660	10,737	1,077	2.35	2.29	0.02
Pakistan Stock Exchange Limited	10	126,000	-	-	-	126,000	932	994	62	0.22	0.21	0.02
							10,592	**11,731**	**1,139**			
Jute												
Crescent Jute Products Limited – Freeze	10	500	-	-	-	500	0	-	-	-	-	0.00
Leather & Tanneries												
Service Industries Limited	10	4,830	500	-	-	5,330	**1,419**	**1,759**	**340**	0.38	0.37	0.01
Miscellaneous												
Pakistan Services Limited	10	5,440	-	-	-	5,440	4,216	3,814	(402)	0.83	0.81	0.02
Pakistan Aluminium Beverage Cans Limited	10	25,000	-	-	-	25,000	1,131	1,238	107	0.27	0.26	0.01
Shifa International Hospitals Ltd.	10	8,866	-	-	500	8,366	1,025	977	(48)	0.21	0.21	0.01
							6,372	**6,029**	**(343)**			
Modarabas												
First Habib Modaraba	5	40,500	-	-	-	40,500	**295**	**308**	**13**	0.07	0.07	0.02
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited	10	7,578	180	-	-	7,758	11,756	12,103	347	2.65	2.58	0.01
Oil & Gas Development Company Limited (6.2)	10	183,137	4,600	-	-	187,737	14,676	18,109	3,433	3.96	3.86	0.00
Pakistan Oilfields Limited	10	37,234	600	-	-	37,834	15,227	14,746	(481)	3.22	3.14	0.01
Pakistan Petroleum Limited	10	191,400	3,500	-	-	194,900	11,576	14,436	2,860	3.16	3.08	0.01
							53,235	**59,394**	**6,159**			
Oil & Gas Marketing Companies												
Attock Petroleum Limited	10	8,487	-	-	-	8,487	2,548	2,473	(75)	0.54	0.53	0.01
Pakistan State Oil Company Limited	10	59,195	2,000	-	-	61,195	6,812	7,511	699	1.64	1.60	0.01
Shell Pakistan Limited	10	13,702	1,500	-	-	15,202	1,755	2,048	293	0.45	0.44	0.01
Sui Northern Gas Pipelines Limited	10	81,570	-	-	-	81,570	3,211	3,832	621	0.84	0.82	0.01
							14,326	**15,864**	**1,538**			

Name of investee company	Face value per share	As at July 01, 2023	Purchases during the year	Bonus / right issue	Sales during the year	As at September 30, 2023	Balance as at September 30, 2023			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of paid up capital of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
	(Rupees)	----------Number of shares / certificates----------					---------- (Rupees in '000) ----------			---------- (%) ----------		
Fully paid ordinary shares / certificates												
Paper & Board												
Century Paper & Board Mills Limited	10	36,214	-	-	-	36,214	1,023	913	(110)	0.20	0.19	0.01
Packages Limited	10	8,893	-	-	1,000	7,893	3,070	2,907	(163)	0.64	0.62	0.01
							4,093	**3,820**	**(273)**			
Pharmaceuticals												
Abbott Laboratories (Pakistan) Limited	10	5,664	-	-	-	5,664	2,096	1,957	(139)	0.43	0.42	0.01
AGP Limited	10	21,376	2,500	-	-	23,876	1,365	1,176	(189)	0.26	0.25	0.01
GlaxoSmithKline Pakistan Limited	10	13,273	5,000	-	-	18,273	1,395	1,352	(43)	0.30	0.29	0.01
Highnoon Laboratories Limited	10	6,157	700	-	-	6,857	2,327	2,605	278	0.57	0.56	0.01
The Searle Company Limited	10	47,635	-	14,828	-	62,463	2,344	2,198	(146)	0.48	0.47	0.02
							9,527	**9,288**	**(239)**			
Power Generation & Distribution												
The Hub Power Company Limited	10	276,265	6,900	-	-	283,165	19,780	25,012	5,232	5.47	5.33	0.02
K-Electric Limited	3.5	712,648	-	-	-	712,648	1,226	1,397	171	0.31	0.30	0.00
Kot Addu Power Company Limited	10	124,104	9,000	-	-	133,104	2,812	3,551	739	0.78	0.76	0.02
							23,818	**29,960**	**6,142**			
Property												
Javedan Corporation Limited	10	29,500	-	-	-	29,500	**1,128**	**1,238**	**110**	0.27	0.26	0.01
Real Estate Investment Trust												
Dolmen City REIT	10	155,500	-	-	-	155,500	**2,127**	**2,146**	**19**	0.47	0.46	0.01
Refinery												
Attock Refinery Limited	10	12,143	-	-	-	12,143	2,084	3,091	1,007	0.68	0.66	0.01
Cnergyico Pk Limited	10	413,300	-	-	-	413,300	1,174	1,256	82	0.27	0.27	0.01
National Refinery Limited	10	6,700	700	-	-	7,400	1,160	1,616	456	0.35	0.34	0.01
							4,418	**5,963**	**1,545**			
Sugar & Allied Industries												
JDW Sugar Mills Limited	10	1,500	-	-	-	1,500	525	561	36	0.12	0.12	0.00
							525	**561**	**36**			
Synthetics And Rayon												
Ibrahim Fibres Limited	10	3,790	-	-	-	3,790	**1,042**	**993**	**(49)**	0.22	0.21	0.00
Technology & Communication												
Avanceon Limited	10	29,612	-	-	-	29,612	1,304	1,391	87	0.30	0.30	0.01
Pakistan Telecommunication Company Ltd.	10	157,017	-	-	-	157,017	944	936	(8)	0.20	0.20	0.00
Systems Limited	10	54,110	-	-	3,411	50,699	20,448	19,967	(481)	4.37	4.26	0.02
Air Link Communication Limited	10	31,300	-	-	3,100	28,200	559	666	107	0.15	0.14	0.01
TRG Pakistan Limited - Class 'A'	10	109,295	-	-	-	109,295	10,069	9,620	(449)	2.10	2.05	0.02
							33,324	**32,580**	**(744)**			

Name of investee company	Face value per share	As at July 01, 2023	Purchases during the year	Bonus / right issue	Sales during the year	As at September 30, 2023	Balance as at September 30, 2023			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of paid up capital of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
	(Rupees)	----------Number of shares / certificates----------					---------- (Rupees in '000) ----------			---------- (%) ----------		
Fully paid ordinary shares / certificates												
Textile Composite												
Azgard Nine Limited	10	-	-	-	-	-	0	-	-	0.00	0.00	-
Gul Ahmed Textile Mills Limited	10	48,144	-	-	-	48,144	857	852	(5)	0.19	0.18	0.01
Interloop Limited	10	78,520	-	-	-	78,520	2,769	3,546	777	0.78	0.76	0.01
Kohinoor Textile Mills Limited	10	22,895	-	-	7,114	15,781	803	917	114	0.20	0.20	0.01
Nishat Chunian Limited	10	-	-	-	-	-	0	-	-	0.00	0.00	-
Nishat Mills Limited	10	39,972	-	-	-	39,972	2,269	2,399	130	0.52	0.51	0.01
							6,698	**7,714**	**1,016**			
Textile Spinning												
Gadoon Textile Mills Limited	10	2,000	-	-	-	2,000	**487**	**400**	**(87)**	0.09	0.09	0.01
Textile Weaving												
Yousaf Weaving Mills Limited	10	9,500	-	-	-	9,500	**24**	**29**	**5**	0.01	0.01	0.01
Tobacco												
Pakistan Tobacco Company Limited	10	3,370	300	-	-	3,670	**2,635**	**2,675**	**40**	0.58	0.57	0.00
Transport												
Pakistan International Bulk Terminal Limited	10	222,435	-	-	-	222,435	**914**	**859**	**(55)**	0.19	0.18	0.01
Vanaspati & Allied Industries												
Punjab Oil Mills Limited	10	720	-	-	-	720	73	73	-	0.02	0.02	0.01
							73	**73**	**-**			
Woollen												
Bannu Woollen Mills Limited	10	1,000	-	-	-	1,000	**28**	**18**	**(10)**	0.00	0.00	0.01
Total as at September 30, 2023							**421,999**	**457,321**	**35,322**			
Total as at June 30, 2023							460,277	415,393	(44,883)			

6.2 These include 100,000 shares of Oil and Gas Development Company Limited as pledged with National Clearing Company of Pakistan Limited as on September 30, 2023.

		Note	Un-Audited September 30 2023	Audited June 30 2023
			--------- (Rupees in '000) ---------	
6.1	**Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'at fair value through profit or loss'**			
	Market value of investments		**457,321**	415,393
	Carrying value of investments		**(421,999)**	(460,277)
			35,322	(44,884)

		Note	Un-Audited September 30 2023	Audited June 30 2023
			--------- (Rupees in '000) ---------	
7.	**PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY**			
	Management fee	7.1	**289**	**260**
	Sindh sales tax on management fee	7.2	**38**	**34**
	Expenses allocated by the Management Company	7.3	**38**	**35**
	Sales Load payable		**2**	**-**
	Federal excise duty on management fee	7.4	**1,357**	**1,357**
			1,724	**1,686**

7.1 The Management Company has charged remuneration at the rate of 0.75% per annum (June 30, 2023: 0.75%) of the average daily net assets. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 Sindh sales tax on services at the rate of 13% (June 30, 2023: 13%) on gross value of management fee under the provisions of Sindh Sales Tax on Services Act, 2011.

7.3 The Management Company has charged expenses at the rate of 0.1% (June 30, 2023: 0.1%) per annum of the average annual net assets of the Fund.

7.4 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

On June 30, 2016, the Sindh High Court had passed a judgment that after 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after July 01, 2011 is ultra vires to the Constitution of Pakistan. On September 23, 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 1.357 million (June 30, 2023: Rs: 1.357 million) until the matter is resolved. Had the provision not been retained, the net asset value per unit of the Fund as at September 30, 2023 would have been higher by Re. 0.039 per unit (June 30,2023: Re. 0.040 per unit).

Through Finance Act, 2016, FED on services rendered by Non-Banking Financial Institutions (NBFIs) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn.

Therefore, provision for FED has not been recorded in these financial statements from July 01, 2016 onwards.

		Un-Audited September 30 2023	Audited June 30 2023
		--------- (Rupees in '000) ---------	
8.	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		
	Trustee fees	**77**	71
	Sindh sales tax on trustee fee	**10**	9
		87	80

8.1 The Trustee is entitled to a monthly remuneration 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 fee is paid to the Trustee monthly in arrears.

The tariff structure applicable to the Fund is as follows:

Amount of Funds Under Managem[Average Net Assets Value (NAV)]	**Tariff per annum**
Upto Rs 1 billion	Rs.0.7 million or 0.20% per annum of the daily average net assets of the Fund, whichever is higher.
Exceeding Rs 1 billion	Rs. 2.0 million plus 0.10% per annum of the daily aveage net assets value of the Fund exceeding Rs 1 billion.

8.2 Sindh sales tax on services at the rate of 13% (June 30, 2023: 13%) on gross value of trustee fee under the provisions of Sindh Sales Tax on Services Act, 2011.

		Note	Un-Audited September 30 2023	Audited June 30 2023
			--------- (Rupees in '000) ---------	
9.	**PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**			
	Annual fee payable to SECP	9.1	**37**	85

9.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 all Collective Investment Scheme are required to monthly fee, to the Securities and Exchange Commission of Pakistan, an amount equal to 0.095 % (June 30, 2023: 0.02%) of the average annual net assets of the scheme.

	Note	Un-Audited September 30 2023	Audited June 30 2023
		--------- (Rupees in '000) ---------	
10. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration		**403**	315
Brokerage payable		**18**	16
Witholding tax payable		**39**	8
Printing charges payable		**-**	150
Others		**3,273**	6,949
		3,733	7,438

11. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023.

12. TOTAL EXPENSE RATIO

The total expense ratio of the Fund is 0.38% (September 30, 2022: 0.38%) and this includes 0.06% (September 30, 2022: 0.04%) representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a Collective Scheme categorised as a "Index Scheme".

13. 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.

Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2022 to the unit holders in the manner as explained above, therefore; no provision for taxation has been made in these financial statements during the period.

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.

14. 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.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons of the Fund include the Management Company, other collective investment schemes managed by the Management Company, the Trustee, AKD Securities Limited, directors, officers, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund.

The transactions with connected persons / related parties are in the normal course of business and are carried out on agreed terms at contracted rates.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Regulations 2008 and Constitutive documents of the Fund.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these financial statements, are as follows:

	Un-Audited Quarter ended September 30	
	2023	2022
	--------- (Rupees in '000) ---------	
Details of transactions with connected persons / related parties during the period		
AKD Investment Management Limited - Management Company of the Fund		
Remuneration for the year	**892**	813
Sindh sales tax on Management Company's Remuneration	**116**	106
Allocated expenses by the management company	**119**	108
Sales load	**-**	4
Central Depository Company of Pakistan Limited - Trustee		
Trustee Fee	**239**	217
Central Depository Service charges	**3**	4
Sindh sales tax on Trustee Fee	**31**	28

	Un-Audited September 30, 2023	Audited June 30, 2023
Balances outstanding at period end		
AKD Investment Management Limited - Management Company of the Fund		
Remuneration payable	**289**	260
Allocated expenses by management company payable	**38**	35
Sindh sales tax payable on Management Company`s remuneration	**38**	34
Federal Excise Duty payable on Management Company`s remuneration	**1,357**	1,357
Sales load payable	**2**	2
Payable to Central Depository Company of Pakistan - Trustee		
Remuneration payable	**77**	69
Security deposit	**100**	100
CDS charges payable	**3**	2
Sales tax on trustee Fee payable	**10**	9
Receivable/Payable against conversion of units-AKD Funds		-
Payable against conversion of units-AKD Islamic Income Fund	**-**	6,765
Mr. Aqeel Karim Dhedhi - Chairman of the Group		
Number of units outstanding : 390 (2023: 390)	**5**	5
National Bank of Pakistan Employees Pension Fund (having invested more than 10% in the units of the Fund)		
Number of units outstanding : 31,210,812 (2023 : 31,210,812)	**430,419**	388,079

16. 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 recognised 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).

	As At September 30, 2023			
	Level 1	**Level 2**	**Level 3**	**Total**
	---------- Rupees in '000 ----------			
Assets				
Investment in securities - at fair value through profit or loss				
Listed equity securities	**457,321**	**-**	**-**	**457,321**

	As At June 30, 2023			
	Level 1	Level 2	Level 3	Total
	---------- Rupees in '000 ----------			
Assets				
Investment in securities - at fair value through profit or loss				
Listed equity securities	415,393	-	-	415,393

There were no transfers between various levels of fair value hierarchy during the period.

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand Rupees.

16.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation.

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 31, 2023 by the Board of Directors of the Management Company.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer	Director	Chief Financial Officer

AKD Investment Management Ltd.

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