

ANNUAL REPORT 2022



Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit from the Experience

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. Abdul Karim

Director & Chief Executive Officer

Mr. Imran Motiwala

Director(s)

Ms. Anum Dhedhi
Ms. Aysha Ahmed
Mr. Ali Wahab Siddiqi
Mr. Hasan Ahmed
Mr. Saim Mustafa Zuberi

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 INTERNAL AUDIT OF THE MANAGEMENT COMPANY

Ms. Tayyaba Masoom Ali

AUDIT COMMITTEE

Mr. Ali Wahab Siddiqi (Chairman)
Mr. Hasan Ahmed (Member)
Mr. Saim Mustafa Zuberi (Member)
Ms. Tayyaba Masoom Ali (Secretary)

HUMAN RESOURCE AND REMUNERATION (HR & R) COMMITTEE

Ms. Aysha Ahmed (Chairperson)
Mr. Abdul Karim (Member)
Mr. Imran Motiwala (Member)
Ms. Anum Dhedhi (Member)
Mr. Saim Mustafa Zuberi (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 Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF) and AKD Islamic Stock Fund (AKDISSF) is pleased to present its annual report along with the Funds' Audited Financial Statements for the year ended June 30, 2022.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the FY22, the return of AKD Opportunity Fund stood at -26.14% compared to the benchmark KSE-100 Index return of -12.28%.

Golden Arrow Stock Fund (GASF)

For the FY22, the return of Golden Arrow Stock Fund stood at -19.27% compared to the benchmark KSE-100 Index return of -12.28%.

AKD Index Tracker Fund (AKDITF)

For the FY22, the return of AKD Index Tracker Fund stood at -12.18% compared to the benchmark KSE-100 Index return of -12.28%.

AKD Cash Fund (AKDCF)

For the FY22, the return of AKD Cash Fund stood at 9.64% compared to the benchmark return of 9.29%.

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 4.75170 per unit to the unit holders during the year ended June 30, 2022.

AKD Aggressive Income Fund (AKDAIF)

For the FY22, the return of AKD Aggressive Income Fund stood at 7.23% compared to the benchmark return of 11.31%.

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 3.81178 per unit to the unit holders during the year ended June 30, 2022.

AKD Islamic Income Fund (AKDISIF)

For the FY22, the return of AKD Islamic Income Fund stood at 9.39% compared to the benchmark return of 3.34%.

The Chief Executive under the authority granted by the Board of Directors approved total distribution (including refund of element) of Rs. 4.57079 per unit to the unit holders during the year ended June 30, 2022.

AKD Islamic Stock Fund (AKDISSF)

For the FY22, the return of AKD Islamic Stock Fund stood at -18.72% compared to the benchmark KMI-30 Index return of -10.25%.

MACRO PERSPECTIVE

Pakistan's economy continued to witness robust growth as the pace of the economy exceeded expectations of the State Bank of Pakistan (SBP), albeit coming at the expense of an elevated Current Account Deficit (CAD) amid rising inflation fueled by a significant currency devaluation and an unprecedented increase in international commodity prices. During FY22, the SBP remained prudent given the inflationary pressures; hence, increasing the policy rate by 675 basis points to 13.75%.

The CAD for FY22 clocked in at USD 17.32 billion as compared to USD 2.82 billion reported during the same period last year (SPLY) owing mainly to an increase in commodity prices, import of plants and machineries under TERF/LTFF loan facilities provided by the SBP and import of COVID vaccines. The Balance of Trade in Goods and Services recorded a deficit of USD 44.71 billion, adding another USD 13.56 billion as imports increased by 34% YoY to USD 84.13 billion. However, exports also posted growth of 25% YoY to stand at USD 39.42 billion. Foreign workers continued to support the external account as workers' remittances surged by 6% YoY to USD 31.24 billion. The Government's continued efforts to attract investments from Non-Resident Pakistanis also paid off, with an impressive inflow of USD 4.61 billion through Roshan Digital Accounts (RDA) from more than 420,000 accounts till June 2022.

According to the press release, the Federal Board of Revenue (FBR) made a net revenue collection of PKR 6.13 trillion during FY22 exceeding the target of PKR 6.10 trillion and increasing 29% over revenues of PKR 4.74 trillion during the same period last year. We believe, record tax collection was on the back of strong economic growth and progressive tax policies of the previous government during the fiscal year. Notably however, tax collection growth came at a cost with major growth in revenue collection was naturally due to an unprecedented growth in imports (customs duty, sales tax, withholding tax) in FY22. Also, the gross collection, including refunds and rebate payments, increased by 29% from PKR 4.89 trillion during FY21 to PKR 6.31 trillion in FY22.

As per the Pakistan Bureau of Statistics (PBS), the average National Consumer Price Index (NCPI) in FY22 was recorded at 12.15% YoY as compared to 8.90% YoY recorded during FY21 primarily due to the removal of fuel subsidies, steadfast food inflation, high transport and electricity costs. Average Core Inflation (measured by excluding food and energy prices) clocked in at 8.12% YoY and 8.98% YoY for Urban and Rural areas respectively, as compared to 5.98% YoY and 7.61% YoY during the SPLY.

The Large Scale Manufacturing (LSM) sector witnessed an increase of 11.7% YoY for FY22 as compared to 11.2% YoY reported during SPLY. During the period under review, major contribution towards the growth came from Textile, Food, Coke and Petroleum products, chemicals and Wearing Apparel.

Likewise, sectors that contributed negative growth included transport equipment, fabricated materials, and Rubber products.

EQUITY MARKET REVIEW

The tumultuous FY22 ended with the KSE-100 index recording a decline of 12.3% YoY to settle at 41,541 points as widespread political and economic uncertainty took a heavy toll on the market. The FY22 started with rising tensions, as the US announced an end of military aggression in Afghanistan, coupled with geopolitical turmoil triggered monetary tightening at home as the policy rate was jacked up by 650bps to 13.75% to address inflation. Investors' sentiment was further jolted following Russia's full-scale invasion into Ukraine which led to a further surge in international commodity prices. Positive investor sentiment on the back of hope of political stability following the former PM Khan's ouster was short-lived as economic realities kicked in with an unsustainable current account deficit and depleting foreign exchange reserves; sovereign default seemed imminent without IMF support. Without say, averting a sovereign default through an IMF program kept confidence in check as harsh economic decisions by the new ruling government were unavoidable. The average daily turnover decreased by 45% YoY to 291.47 million shares during FY22. Similarly, during 4QFY22, the average daily turnover clocked in at 249.45 million shares which declined/increased by 63% YoY / 8% QoQ.

Despite very cheap equity valuations, the market participants remained bearish as the economic outlook seemed bleak with cash constraints as immediate relief through an IMF program was arguably unlikely. Also, the new incumbent government was expected to take unprecedented and unpopulous economic measures including removal of oil subsidies, curtailment of imports, and imposition of heavy taxation on corporate sectors to curb the twin deficits as a pre-requisite to discussions with the IMF.

Some of the news flow that weighed on investor sentiments included:

1. Soaring international energy prices following the Russia-Ukraine war.
2. CAD in May 2022 declined significantly by USD 1.43 billion taking the 11MFY22 CAD to USD 15.20 billion.
3. The State Bank of Pakistan (SBP) in its last monetary policy meeting raised the policy rate by 250 bps to 13.75% in order to reduce external account pressures and improve the deteriorating inflation outlook.
4. The provisional growth rate for the year 2021-22 was estimated at 5.97% according to Ministry of Finance which was relatively higher than the estimates of both the IMF and World Bank.
5. Pakistan forex reserves dwindled to USD 14.21 billion on the back of debt repayments, but then notably increased to USD 16.20 billion albeit delayed after receipt of PKR 2.3 billion from China.
6. Moody's rating agency downgraded Pakistan's outlook to negative from stable on the back of heightened external vulnerability risks and uncertainty about the Government's ability to secure additional external financing.

7. The Government decided to impose additional 10% super tax on high income earning sectors including Fertilizer, Steel, Sugar, Cement, Textiles, Banking, Oil and Gas etc. in order expand the tax ambit to reach the IMF agreed tax collection target of PKR 7.42 trillion.
8. FBR collected revenues worth PKR 6.13 trillion during FY22 exceeding the target of PKR 6.10 trillion and increasing 29% over revenues of PKR 4.74 trillion during same period last year.

Foreign investors continued to remain net sellers with net outflows of USD 297.51 million. Individuals, Banks / DFIs, and Corporates were major buyers with net inflows of USD 157.19 million, USD 115.18 million, and USD 111.01 million, respectively. Whereas, Mutual Funds, Brokers, and Insurance were net sellers with net outflows of USD 128.23 million, USD 20.17 million, and USD 1.15 million, respectively.

The sectors that dragged the KSE-100 down the most included Cement (-41%), Commercial Banks (-14%), Tobacco (-33%), Oil & Gas Exploration (-9%) and Engineering (-41%). However, some of the losses were compensated by Miscellaneous (28%), Fertilizer (4%), Chemicals (2%), Modarabas (59%), and Real Estate Investment Trust (23%).

In terms of valuation, the KSE-100 Index closed at a forward Price to Earnings multiple of 3.88x, which is a 61% discount as compared to MSCI Frontier Markets P/E of 9.97x and offering a healthy dividend yield of 9.83% still illustrating a compelling case to invest.

MONEY MARKET REVIEW

During FY22, twenty six (26) Market Treasury Bill (MTB) auctions were conducted by the State Bank of Pakistan, where the government managed to raise PKR 17.13 trillion. Weighted average yields of 3, 6 and 12 months MTBs were 10.16%, 10.54% and 10.53% respectively, up by 3.01%, 3.25% and 3.11% as compared to 7.15%, 7.29% and 7.42% same period last year.

To further address the need of liquidity, SBP also conducted twelve (12) auctions of fixed rate Pakistan Investment Bond (PIB) and was successful in raising PKR 1.84 trillion. The weighted average yield for 3, 5 and 10 year PIBs increased by 2.23%, 1.77% and 1.61% to 10.67%, 10.70% and 11.06% respectively, as compared to 8.44%, 8.93% and 9.45% same period last year.

The Monetary Policy Committee (MPC) cognizant of external account vulnerabilities and inflationary pressures remained prudent and announced eight (8) Monetary Policy Statements during FY22, increasing the policy rate by 675 basis points to 13.75% to address foreseeable risks. Furthermore, SBP also conducted 104 Open Market Operations (OMO) of different maturities and injected average amount of PKR 1.14 trillion at an average cut off yield of 9.42% and mopped-up average amount of PKR 0.10 trillion at an average cut off yield of 7.22%.

As per the auction target calendar for August – October 2022, the SBP targets to raise PKR 5.35 trillion by issuing 3 to 12 months tenor MTB against maturing amount of PKR 5.73 trillion. In addition, SBP also targets to raise PKR 525 billion through 3 to 30 years tenor fixed rate PIB during the period.

STATEMENT OF CORPORATE AND FINANCIAL REPORTING FRAMEWORK

- (a) The financial statements, prepared by the Management of the Company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and movement in unit holders' funds.
- (b) Proper books of account of the Funds have been maintained.
- (c) Appropriate accounting policies have been consistently applied in preparation of the financial statements and accounting estimates are based on reasonable and prudent judgments.
- (d) International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departures there from have been adequately disclosed.
- (e) The system of internal control is sound in design and has effectively implemented and monitored.
- (f) There are no significant doubts upon the Funds' ability to continue as a going concern.
- (g) Statutory payments, taxes, duties, levies and charges, if any have been properly disclosed in the financial statements.
- (h) Summary of key financial data / performance tables is appended to the Financial Statements of the Funds.
- (i) The Pattern of unit holdings is appended to the Financial Statements of the Funds.
- (j) The statement showing the attendance of Directors in BOD meetings and Audit Committee meetings is as under:

S.No.	Name of Director	MEETINGS ATTENDANCE					
		27-Apr-22	25-Feb-22	29-Oct-21	29-Sep-21	Attended	Leave
1	Mr. Abdul Karim	✓	✓	✓	✓	4	0
2	Mr. Imran Motiwala	✓	✓	✓	✓	4	0
3	Ms. Anum Dhedhi	✓	✓	✓	✓	4	0
4	Mr. Saim Mustafa Zuberi	✓	✓	✓	✓	4	0
5	Mr. Ali Wahab Siddiqui	✓	✓	✓	✓	4	0
6	Mr. Hasan Ahmed	✓	✓	✓	✓	4	0
7	Ms. Aysha Ahmed	✓	✓	✓	✓	4	0

S.No.	Name of Director	MEETINGS ATTENDANCE					
		26-Apr-22	25-Feb-22	29-Oct-21	28-Sep-21	Attended	Leave
1	Mr. Ali Wahab Siddiqui	✓	✓	✓	✓	4	0
2	Mr. Hasan Ahmed	✓	✓	✓	✓	4	0
3	Mr. Saim Mustafa Zuberi	✗	✓	✗	✗	1	3

- (k) There have been no trades in the units of the Funds carried out by the Directors, CEO, CFO, CIO, COO, Company Secretary and their spouses and minor children of the Management Company other than as disclosed below and in the note to the financial statements:

S.No.	Trades by	Designation	Investment (No of Units)	Redemption (No of Units)
AKD CASH FUND				
1	Imran Motiwala	CEO & Director	37,302	37,302
2	Hasan Ahmed	Director	41,620	41,767
3	Sehr Imran Motiwala	Spouse-CEO & Director	136,394	136,394
4	Muhammad Amin Yaqoob	Minor Children - COO & Company Secretary	18,062	18,062
5	Abdul Rehman Yaqoob	Minor Children - COO & Company Secretary	18,062	18,062
6	Ayesha Yaqoob	Minor Children - COO & Company Secretary	18,062	18,062
AKD ISLAMIC INCOME FUND				
1	Imran Motiwala	CEO & Director	338,360	338,360
2	Muhammad Munir	CFO	-	854
3	Anum Dhedhi	CIO & Director	82,504	-
4	Sehr Imran Motiwala	Spouse-CEO & Director	447,569	447,569
5	Ameer Arif Dagha	Spouse-CIO & Director	282,997	-
6	Muhammad Yaqoob	COO & Company Secretary	78,228	78,079
7	Ayesha Yaqoob	Minor Children - COO & Company Secretary	16,388	16,388
8	Muhammad Amin Yaqoob	Minor Children - COO & Company Secretary	16,388	16,388
9	Abdul Rehman Yaqoob	Minor Children - COO & Company Secretary	16,388	16,388
AKD ISLAMIC STOCK FUND				
1	Imran Motiwala	CEO & Director	189,461	187,224
2	Anum Dhedhi	CIO & Director	-	100,314
3	Sehr Imran Motiwala	Spouse-CEO & Director	204,865	356,205
4	Muhammad Yaqoob	COO & Company Secretary	-	10,646
AKD OPPORTUNITY FUND				
1	Imran Motiwala	CEO & Director	46,681	93,894
2	Hasan Ahmed	Director	-	21,385
3	Sehr Imran Motiwala	Spouse-CEO & Director	66,087	66,087
4	Ameer Arif Dagha	Spouse-CIO & Director	-	137,627
5	Muhammad Yaqoob	COO & Company Secretary	-	35,945
6	Ayesha Yaqoob	Minor Children - COO & Company Secretary	-	5,519
7	Muhammad Amin Yaqoob	Minor Children - COO & Company Secretary	-	5,519
8	Abdul Rehman Yaqoob	Minor Children - COO & Company Secretary	-	5,519
9	Maliha Yaqoob	Spouse-COO & Company Secretary	-	41,548
GOLDEN ARROW STOCK FUND				
1	Imran Motiwala	CEO & Director	151,145	419,771
2	Hasan Ahmed	Director	3,241	3,241
3	Ayesha Yaqoob	Minor Children - COO & Company Secretary	67,743	101,306
4	Muhammad Amin Yaqoob	Minor Children - COO & Company Secretary	67,743	101,306
5	Abdul Rehman Yaqoob	Minor Children - COO & Company Secretary	67,743	101,306

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

- i. The total number of directors are seven as follows:
 - a) Male: Five
 - b) Female: Two
- ii. The composition of the Board of Directors is as follows:
 - Independent Director: Three
 - Non-Executive Directors: Five
 - Executive Directors: Two
 - Female directors: Two

RATING OF THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) has assigned Asset Manager Rating of AM3++ (A M three Plus Plus) to AKD Investment Management Limited (AKDIML) on June 30, 2022.

RATING OF THE FUNDS

AKD OPPORTUNITY FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 5-Star Performance Ranking in long term [based on performance review of trailing 36 months (3 Year) and trailing 60 months (5 Year)] and 4-Star Performance Ranking in short term [based on performance review of trailing 12 months (1 Year)] for the period ended December 31, 2021 to AKD Opportunity Fund (AKDOF) on February 4, 2022.

AKD CASH FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of “AA+(f)” (Double A Plus; fund stability rating) for the period ended December 31, 2021 to AKD Cash Fund (AKDCF) on March 8, 2022.

AKD AGGRESSIVE INCOME FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of “A+(f)” (Single A Plus; fund stability rating) for the period ended December 31, 2021 to AKD Aggressive Income Fund (AKDAIF) on March 7, 2022.

GOLDEN ARROW STOCK FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 5-Star Performance Ranking in long term [based on performance review of trailing 36 months (3 Year) and trailing 60 months (5 Year)] and short term [based on performance review of trailing 12 months (1 Year)] for the period ended December 31, 2021 to Golden Arrow Stock Fund (GASF) on February 4, 2022.

AKD ISLAMIC INCOME FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned the stability rating of “A+(f)” (Single A Plus; fund stability rating) for the period ended December 31, 2021 to AKD Islamic Income Fund (AKDISIF) on March 8, 2022.

AKD ISLAMIC STOCK FUND

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 3-Star Performance Ranking in long term [based on performance review of trailing 36 months (3 Year)] and 5-Star Performance Ranking in short term [based on performance review of trailing 12 months (1 Year)] for the period ended December 31, 2021 to AKD Islamic Stock Fund (AKDISSF) on February 4, 2022.

HOLDING COMPANY

AKD Group Holdings (Private) Limited [Formerly: Aqeel Karim Dhedhi Securities (Private) Limited] is the holding company of AKD Investment Management Limited and holds 99.97% of the outstanding ordinary shares of the Company.

APPOINTMENT OF AUDITORS

The Board re-appointed M/s Yousuf Adil, Chartered Accountants as the statutory auditors for AKD Opportunity Fund, AKD Index Tracker Fund, AKD Cash Fund and AKD Aggressive Income Fund and M/s Riaz Ahmad & Company, Chartered Accountants as the statutory auditor for Golden Arrow Stock Fund for the year 2022-2023 as recommended by the Audit Committee.

The present auditors M/s Yousuf Adil, Chartered Accountants are retiring and have completed their five years as auditors of AKD Islamic Income Fund and AKD Islamic Stock Fund. As per the requirements of the NBFC Regulations, 2008 the auditors have to be changed this year. The Board appointed M/s Riaz Ahmad & Company, Chartered Accountants as the statutory auditors for AKD Islamic Income Fund and AKD Islamic Stock Fund for the year 2022-2023 as recommended by the Audit Committee.

ACKNOWLEDGEMENTS

The Directors would like to take this opportunity to thank the Securities and Exchange Commission of Pakistan, the Ministry of Finance, the State Bank of Pakistan and the Management of the Pakistan Stock Exchange for their continued support and cooperation. The Board also appreciates the devoted performance of the staff and officers of the AKD Investment Management Limited. The Board will also like to thank the investors for their confidence in the Company.

FUTURE OUTLOOK

With the IMF executive board approval of the disbursement of a USD 1.1 billion tranche has in retrospect been viewed positively to the stringent conditions linked with the program, has visibly begun

to bear fruit as the economy has been slowing down amid several measures taken by the government to ensure fiscal discipline and much needed stability. However, the catastrophic flooding in July and August 2022 would further slowdown the economy as the agriculture sector is expected to be hit severely with major crop losses (especially cotton) with immense damage to infrastructure and homes. As the government scrambles to address the devastation, the fiscal loss of the floods is estimated at USD 10 billion reportedly, approximately 3.0% of GDP. The uncertainty related to the estimated loss to the economy and the likelihood of a further downward revision of GDP growth for the current year, coupled with heightened commodity prices internationally; will keep investor sentiment in check.

That said, the resumption of the IMF loan program is likely to pave the way to additional external funding avenues from multilateral lenders and global funding providing much needed support to the external account and reducing exchange rate volatility. More importantly, in the wake of the current floods, further support from international donors and with domestic charity is indeed encouraging which can provide liquidity for rehabilitation efforts and hence economic activity. It is expected that during 4QCY22, Pakistan's external debt servicing liability (*interest component*) stands at USD 862 million and the payment of USD 1 billion for international Sukuk in December is expected to keep the PKR volatile. Moreover, the economic stabilization and eventual ease in international commodity prices amid global recessionary fears is expected to contain inflationary pressures in 2HFY23.

The KSE-100 index is currently trading at an attractive PER of 4.3x compared to the regional average of 12.8x while offering a dividend yield of 8.5% vs. 2.9% offered by the region.

We remain selective for stocks that are relatively immune to higher interest rates and PKR depreciation while the rehabilitation process will keep the cyclical sectors in limelight.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Abdul Karim
Chairman

Karachi: September 28, 2022

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
Bankislami Pakistan 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.

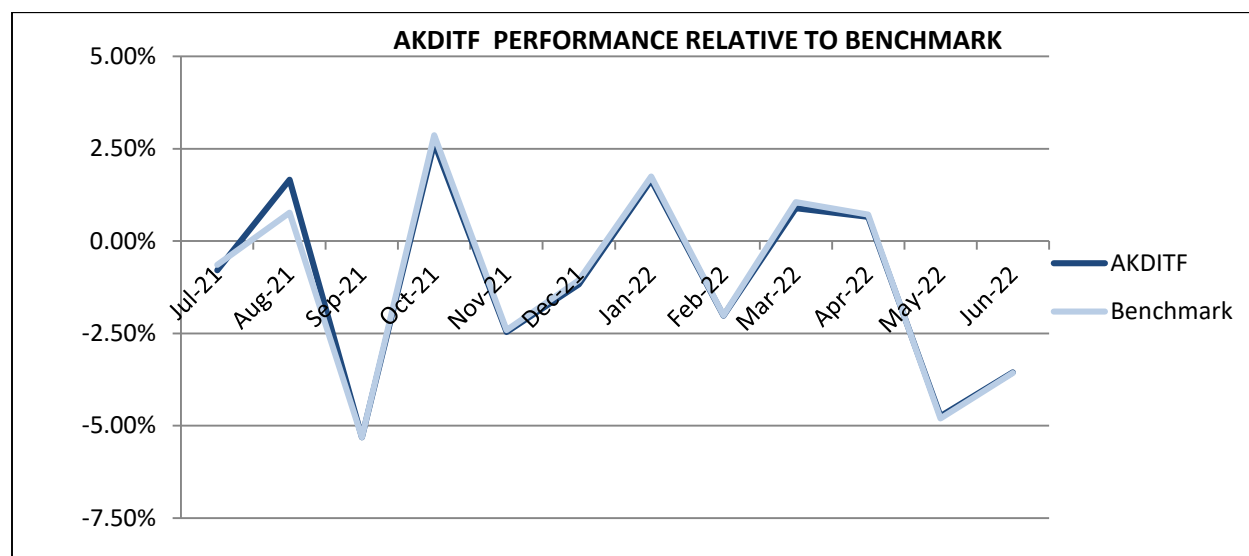
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the FY22, the return of AKD Index Tracker Fund stood at -12.18% compared to the benchmark KSE-100 Index return of -12.28%.

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-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
AKDITF	-0.79%	1.66%	-5.31%	2.66%	-2.46%	-1.17%	1.65%	-2.02%	0.89%	0.65%	-4.74%	-3.55%
Benchmark	-0.64%	0.77%	-5.31%	2.86%	-2.41%	-1.06%	1.75%	-2.01%	1.05%	0.71%	-4.80%	-3.57%

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-Jun-22	30-Jun-21
Equities	96.98%	97.48%
Cash	2.35%	1.53%
Other Assets including Receivables	0.67%	0.99%

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

FY22 Return	-12.18%
Benchmark Return	-12.28%

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

Net Assets Value		NAV Per Unit		
30-Jun-22	30-Jun-21	Change in Net Assets	30-Jun-22	30-Jun-21
(Rupees In "000")			Rs.	Rs.
427,595	478,975	-10.73%	12.57	14.32

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

Pakistan's economy continued to witness robust growth as the pace of the economy exceeded expectations of the State Bank of Pakistan (SBP), albeit coming at the expense of an elevated Current Account Deficit (CAD) amid rising inflation fueled by a significant currency devaluation and an

unprecedented increase in international commodity prices. During FY22, the SBP remained prudent given the inflationary pressures; hence, increasing the policy rate by 675 basis points to 13.75%.

The CAD for FY22 clocked in at USD 17.32 billion as compared to USD 2.82 billion reported during the same period last year (SPLY) owing mainly to an increase in commodity prices, import of plants and machineries under TERF/LTFF loan facilities provided by the SBP and import of COVID vaccines. The Balance of Trade in Goods and Services recorded a deficit of USD 44.71 billion, adding another USD 13.56 billion as imports increased by 34% YoY to USD 84.13 billion. However, exports also posted growth of 25% YoY to stand at USD 39.42 billion. Foreign workers continued to support the external account as workers' remittances surged by 6% YoY to USD 31.24 billion. The Government's continued efforts to attract investments from Non-Resident Pakistanis also paid off, with an impressive inflow of USD 4.61 billion through Roshan Digital Accounts (RDA) from more than 420,000 accounts till June 2022.

According to the press release, the Federal Board of Revenue (FBR) made a net revenue collection of PKR 6.13 trillion during FY22 exceeding the target of PKR 6.10 trillion and increasing 29% over revenues of PKR 4.74 trillion during the same period last year. We believe, record tax collection was on the back of strong economic growth and progressive tax policies of the previous government during the fiscal year. Notably however, tax collection growth came at a cost with major growth in revenue collection was naturally due to an unprecedented growth in imports (customs duty, sales tax, withholding tax) in FY22. Also, the gross collection, including refunds and rebate payments, increased by 29% from PKR 4.89 trillion during FY21 to PKR 6.31 trillion in FY22.

As per the Pakistan Bureau of Statistics (PBS), the average National Consumer Price Index (NCPI) in FY22 was recorded at 12.15% YoY as compared to 8.90% YoY recorded during FY21 primarily due to the removal of fuel subsidies, steadfast food inflation, high transport and electricity costs. Average Core Inflation (measured by excluding food and energy prices) clocked in at 8.12% YoY and 8.98% YoY for Urban and Rural areas respectively, as compared to 5.98% YoY and 7.61% YoY during the SPLY.

The Large Scale Manufacturing (LSM) sector witnessed an increase of 11.7% YoY for FY22 as compared to 11.2% YoY reported during SPLY. During the period under review, major contribution towards the growth came from Textile, Food, Coke and Petroleum products, chemicals and Wearing Apparel. Likewise, sectors that contributed negative growth included transport equipment, fabricated materials, and Rubber products.

EQUITY MARKET REVIEW

The tumultuous FY22 ended with the KSE-100 index recording a decline of 12.3% YoY to settle at 41,541 points as widespread political and economic uncertainty took a heavy toll on the market. The FY22 started with rising tensions, as the US announced an end of military aggression in Afghanistan, coupled with geopolitical turmoil triggered monetary tightening at home as the policy rate was jacked up by 650bps to 13.75% to address inflation. Investors' sentiment was further jolted following Russia's full-scale invasion into Ukraine which led to a further surge in international commodity prices. Positive investor sentiment on the back of hope of political stability following the former PM Khan's ouster was short-lived as economic realities kicked in with an unsustainable current account deficit and depleting

foreign exchange reserves; sovereign default seemed imminent without IMF support. Without say, averting a sovereign default through an IMF program kept confidence in check as harsh economic decisions by the new ruling government were unavoidable. The average daily turnover decreased by 45% YoY to 291.47 million shares during FY22. Similarly, during 4QFY22, the average daily turnover clocked in at 249.45 million shares which declined/increased by 63% YoY / 8% QoQ.

Despite very cheap equity valuations, the market participants remained bearish as the economic outlook seemed bleak with cash constraints as immediate relief through an IMF program was arguably unlikely. Also, the new incumbent government was expected to take unprecedented and unpopulous economic measures including removal of oil subsidies, curtailment of imports, and imposition of heavy taxation on corporate sectors to curb the twin deficits as a pre-requisite to discussions with the IMF.

Some of the news flow that weighed on investor sentiments included:

1. Soaring international energy prices following the Russia-Ukraine war.
2. CAD in May 2022 declined significantly by USD 1.43 billion taking the 11MFY22 CAD to USD 15.20 billion.
3. The State Bank of Pakistan (SBP) in its last monetary policy meeting raised the policy rate by 250 bps to 13.75% in order to reduce external account pressures and improve the deteriorating inflation outlook.
4. The provisional growth rate for the year 2021-22 was estimated at 5.97% according to Ministry of Finance which was relatively higher than the estimates of both the IMF and World Bank.
5. Pakistan forex reserves dwindled to USD 14.21 billion on the back of debt repayments, but then notably increased to USD 16.20 billion albeit delayed after receipt of PKR 2.3 billion from China.
6. Moody's rating agency downgraded Pakistan's outlook to negative from stable on the back of heightened external vulnerability risks and uncertainty about the Government's ability to secure additional external financing.
7. The Government decided to impose additional 10% super tax on high income earning sectors including Fertilizer, Steel, Sugar, Cement, Textiles, Banking, Oil and Gas etc. in order expand the tax ambit to reach the IMF agreed tax collection target of PKR 7.42 trillion.
8. FBR collected revenues worth PKR 6.13 trillion during FY22 exceeding the target of PKR 6.10 trillion and increasing 29% over revenues of PKR 4.74 trillion during same period last year.

Foreign investors continued to remain net sellers with net outflows of USD 297.51 million. Individuals, Banks / DFIs, and Corporates were major buyers with net inflows of USD 157.19 million, USD 115.18 million, and USD 111.01 million, respectively. Whereas, Mutual Funds, Brokers, and Insurance were net sellers with net outflows of USD 128.23 million, USD 20.17 million, and USD 1.15 million, respectively.

The sectors that dragged the KSE-100 down the most included Cement (-41%), Commercial Banks (-14%), Tobacco (-33%), Oil & Gas Exploration (-9%) and Engineering (-41%). However, some of the losses were compensated by Miscellaneous (28%), Fertilizer (4%), Chemicals (2%), Modarabas (59%), and Real Estate Investment Trust (23%).

In terms of valuation, the KSE-100 Index closed at a forward Price to Earnings multiple of 3.88x, which is a 61% discount as compared to MSCI Frontier Markets P/E of 9.97x and offering a healthy dividend yield of 9.83% still illustrating a compelling case to invest.

FUTURE OUTLOOK

With the IMF executive board approval of the disbursement of a USD 1.1 billion tranche has in retrospect been viewed positively to the stringent conditions linked with the program, has visibly begun to bear fruit as the economy has been slowing down amid several measures taken by the government to ensure fiscal discipline and much needed stability. However, the catastrophic flooding in July and August 22 would further slowdown the economy as the agriculture sector is expected to be hit severely with major crop losses (especially cotton) with immense damage to infrastructure and homes. As the government scrambles to address the devastation, the fiscal loss of the floods is estimated at USD 10 billion reportedly, approximately 3.0% of GDP. The uncertainty related to the estimated loss to the economy and the likelihood of a further downward revision of GDP growth for the current year, coupled with heightened commodity prices internationally; will keep investor sentiment in check.

That said, the resumption of the IMF loan program is likely to pave the way to additional external funding avenues from multilateral lenders and global funding providing much needed support to the external account and reducing exchange rate volatility. More importantly, in the wake of the current floods, further support from international donors and with domestic charity is indeed encouraging which can provide liquidity for rehabilitation efforts and hence economic activity. It is expected that during 4QCY22, Pakistan's external debt servicing liability (*interest component*) stands at USD 862 million and the payment of USD 1 billion for international Sukuk in December is expected to keep the PKR volatile. Moreover, the economic stabilization and eventual ease in international commodity prices amid global recessionary fears is expected to contain inflationary pressures in 2HFY23.

The KSE-100 index is currently trading at an attractive PER of 4.3x compared to the regional average of 12.8x while offering a dividend yield of 8.5% vs. 2.9% offered by the region.

We remain selective for stocks that are relatively immune to higher interest rates and PKR depreciation while the rehabilitation process will keep the cyclical sectors in limelight.

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	619
10000 to 49999	25
50,000 - 99,999	4
100,000 - 499,999	1
500,000 and above	2
Total	651

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

Details of Pattern of Holding (Units)

As At June 30, 2022

	No. Of Unitholders	Units Held	% of Total
Associated Companies	-	-	-
Directors and CEO	-	-	-
Individuals	642	1,790,780	5.27%
Insurance Companies	-	-	-
Banks/DFIs	-	-	-
Retirement funds	1	31,210,812	91.77%
Public Limited Companies	1	17,740	0.05%
Others	7	989,871	2.91%
	651	34,009,203	100.00%

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

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S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
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Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

AKD INDEX TRACKER FUND

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of AKD Index Tracker Fund (the Fund) are of the opinion that AKD Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, September 30, 2022

AKD Index Tracker Fund

Financial Statements
for the year ended June 30, 2022

INDEPENDENT AUDITORS' REPORT

To the Unit Holders of AKD Index Tracker Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **AKD Index Tracker Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2022, and the related income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2022, and of its financial performance, cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund and Management Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)* as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the Key Audit Matters:

S. No.	Key audit matter	How the matter was addressed in our audit
1	Valuation and existence of investment As disclosed in note 6 to the financial statements, investments amounted to Rs. 423.649 million as at June 30, 2022. These investments represent a significant item on the statement of assets and liabilities. The Fund invests principally in listed equity securities which is the main driver of the Fund's performance. Considering the above factors, the valuation and existence of investments are significant areas during our audit. Consequently, we have considered this as a key audit matter.	- Obtained understanding of relevant controls placed by Management Company applicable to the balances; - independently matched securities held by the Fund with the securities appearing in the Central Depository Company account statement to verify existence; - independently tested valuations with the prices quoted on Pakistan Stock Exchange;

		- performed purchases and sales testing on a sample of trades made during the period regarding movement of the securities; - any differences identified during our testing that were over our acceptable threshold were investigated further.
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Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report in respect of the Fund but does not include the financial statements and our auditor's report thereon and the information related to any other fund.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Management Company for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company is responsible for overseeing the Fund's financial reporting process

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Company.
- Conclude on the appropriateness of Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Directors of Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Shafqat Ali.


Chartered Accountants

Place: Karachi

Date: September 29, 2022

UDIN: AR202210186LPeBaAh7N

AKD INDEX TRACKER FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2022

	Note	2022 ----- (Rupees in '000) -----	2021 ----- (Rupees in '000) -----
ASSETS			
Bank balances	5	10,272	7,500
Investments	6	423,649	478,242
Dividend and profit receivable on bank deposits	7	266	2,200
Deposits and other receivables	8	2,666	2,650
Total assets		436,853	490,592
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	9	1,691	1,818
Payable to Central Depository Company of Pakistan Limited - Trustee	10	80	95
Payable to Securities and Exchange Commission of Pakistan	11	92	91
Accrued expenses and other liabilities	12	3,667	5,885
Dividend payable		3,728	3,728
Total liabilities		9,258	11,617
NET ASSETS		427,595	478,975
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		427,595	478,975
CONTINGENCIES AND COMMITMENTS			
	13	----- (Number of Units) -----	
NUMBER OF UNITS IN ISSUE	14	34,009,203	33,455,976
NET ASSETS VALUE PER UNIT		12.57	14.32

The annexed notes from 1 to 29 form an integral part of these financial statements.

np

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

**AKD INDEX TRACKER FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 ----- (Rupees in '000) -----	2021
INCOME			
Capital (loss) / gain on sale of investments classified at 'fair value through profit or loss'		(3,707)	8,270
Net unrealised (loss) / gain on re-measurement of investment classified at 'fair value through profit or loss'	6.4	(88,376)	102,602
Dividend income		34,382	26,441
Profit on bank deposits		972	618
Other income	12.1	4,814	-
Total (loss) / income		(51,915)	137,931
EXPENSES			
Remuneration of AKD Investment Management Limited - Management Company	9.1	3,458	3,416
Sindh Sales tax on remuneration of Management Company	9.2	450	444
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	919	911
Sindh Sales tax on remuneration of Trustee	10.2	121	120
Annual fee to the Securities and Exchange Commission of Pakistan	11.1	92	91
Expenses allocated by Management Company	9.3	460	455
Auditor's remuneration	16	348	321
Brokerage		151	160
Printing and stationery		-	35
Legal and professional		433	216
Settlement and bank charges		29	24
Fee and subscription		336	347
Provision against Sindh Workers' Welfare Fund		-	2,628
Total expenses		6,797	9,168
Net (loss) / income for the year before taxation		(58,712)	128,763
Taxation	17	-	-
Net (loss) / income for the year after taxation		(58,712)	128,763
Earnings per unit	18		
Allocation of income for the year			
Net income for the year after taxation		-	128,763
Income already paid on units redeemed		-	(5,830)
		-	122,933
Accounting income available for distribution			
Relating to capital gain		-	110,872
Excluding capital gains		-	12,061
		-	122,933

The annexed notes from 1 to 29 form an integral part of these financial statements.

MA

For AKD Investment Management Limited
(Management Company)

(Signature)

Chief Financial Officer

(Signature)
Chief Executive Officer

(Signature)
Director

AKD INDEX TRACKER FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2022

	2022	2021
	----- (Rupees in '000) -----	
Net income for the year after taxation	(58,712)	128,763
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>(58,712)</u>	<u>128,763</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

MPX

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

**AKD INDEX TRACKER FUND
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 ----- (Rupees in '000) -----	2021
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period before taxation		(58,712)	128,763
Adjustments for non cash items and other items:			
Net unrealised diminution / (appreciation) on re-measurement of investments classified 'at fair value through profit or loss'	6.1	88,376	(102,602)
Capital gain / (loss) on sale of investments		3,707	(8,270)
Dividend income		(34,382)	(26,441)
Provision for Sindh Workers' Welfare Fund		-	2,628
Profit on bank deposits		(972)	(618)
Other income		(4,814)	-
		(6,797)	(6,540)
(Increase) / Decrease in assets			
Deposits and other receivables		(16)	(26)
Receivable against sale of securities		-	32
		(16)	6
Decrease / (Increase) in liabilities			
Payable to AKD Investment Management Limited - Management Company		(127)	160
Payable to Central Depository Company of Pakistan Limited - Trustee		(15)	21
Payable to Securities and Exchange Commission of Pakistan		1	14
Accrued expenses and other liabilities		2,596	424
		2,455	619
Dividend received		36,371	25,094
Investments - net		(37,490)	15,052
Profit on bank deposits received		917	631
Net cash (used in) / generated from operating activities		(4,560)	34,862
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issue of units		27,783	42,308
Payment against redemption of units		(20,451)	(59,116)
Distributions paid		-	(20,287)
Net cash flows generated from / (used in) financing activities		7,332	(37,095)
Net increase / (decrease) in cash and cash equivalents during the year		2,772	(2,233)
Cash and cash equivalents at beginning of the year		7,500	9,733
Cash and cash equivalents at end of the year	5	10,272	7,500

The annexed notes from 1 to 29 form an integral part of these financial statements.

Signature

Chief Executive Officer

For AKD Investment Management Limited
(Management Company)

Signature

Chief Financial Officer

Signature
Director

AKD INDEX TRACKER FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2022

	2022			2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the year	365,165	113,810	478,975	376,206	11,101	387,307
Issue of 2,040,979 (2021: 3,058,623) units						
- Capital value	29,220	-	29,220	33,967	-	33,967
- Element of loss	(1,437)	-	(1,437)	8,341	-	8,341
Total proceeds on issuance of units	27,783	-	27,783	42,308	-	42,308
Redemption of 1,487,752 (2021: 4,478,792) units						
- Capital value	(21,300)	-	(21,300)	(49,738)	-	(49,738)
- Element of income / (loss)	849	-	849	(3,548)	(5,830)	(9,378)
Total payments on redemption of units	(20,451)	-	(20,451)	(53,286)	(5,830)	(59,116)
Total comprehensive income for the year	-	(58,712)	(58,712)	-	128,763	128,763
Distribution during the year declared on June 25, 2021 @Re. 0.6315 per unit	-	-	-	-	(20,224)	(20,224)
Refund of capital	-	-	-	(63)	-	(63)
Net income for the year less distribution	-	(58,712)	(58,712)	(63)	108,539	108,476
Net assets at end of the year	372,497	55,098	427,595	365,165	113,810	478,975
Undistributed income brought forward						
- Realised income		11,208			28,978	
- Unrealised income / (loss)		102,602			(17,877)	
		113,810			11,101	
Final cash distribution during the year declared on June 25, 2021 Re. 0.63153)		-			(20,224)	
Accounting income available for distribution						
- Relating to capital gains		-			110,872	
- Excluding capital gains		-			12,061	
		-			122,933	
Net loss for the period after taxation		(58,712)			-	
Undistributed income carried forward		55,098			113,810	
Undistributed income carried forward						
- Realised income		143,474			11,208	
- Unrealised (loss) / income		(88,376)			102,602	
		55,098			113,810	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the year			14.32			11.11
Net assets value per unit at end of the year			12.57			14.32

The annexed notes from 1 to 29 form an integral part of these financial statements.

Chief Executive Officer

For AKD Investment Management Limited
(Management Company)

Chief Financial Officer

Director

AKD INDEX TRACKER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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 30, 2022. 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

2.1.1 These 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) 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 VIII A of the repealed Companies Ordinance 1984; 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, along with part VIIIA of the repealed companies ordinance 1984; and 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, along with part VIIIA of the repealed companies ordinance 1984; and the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.



- 2.1.2 The SECP through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of IFRS 9 for debt securities on mutual funds. Currently, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except the investments which are measured at fair value.

2.3 Functional and presentation currency

These financial statements have been presented in Pakistani Rupees, which is the Fund's functional and presentation currency. The amounts are rounded off to the nearest thousand rupees except stated otherwise.

2.4 Significant account policies, accounting estimates, judgements and changes therein

The preparation of the financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgements and assumptions that affect the reported amount of assets, liabilities, income and expenses. It also requires the management to exercise judgement in application of its accounting policies. The estimates, judgements and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. Revisions to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgment or complexity, or areas where estimates and assumptions are significant to the financial statements as a whole are as follows:

- (i) Classification and valuation of financial assets (note 4.1.1)
- (ii) Impairment of financial assets (note 4.1.5); and
- (iii) Provisions (note 4.3)

3. AMENDMENTS TO ACCOUNTING STANDARDS

3.1 Amendments to accounting standards that are effective for the year ended June 30, 2022

The following amendments to accounting standards are effective for the year ended June 30, 2022. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

**Effective from accounting period
beginning on or after**

Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)

January 01, 2021

Amendment to IFRS 16 'Leases' - Covid-19 related rent concessions extended beyond June 30, 2021

April 01, 2021

3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following amendments are only effective for accounting periods, beginning on or after the date mentioned against each of them. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.



**Effective from accounting period
beginning on or after**

Amendments to IFRS 3 'Business Combinations' - Reference to the conceptual framework	January 01, 2022
Amendments to IAS 16 'Property, Plant and Equipment' - Proceeds before intended use	January 01, 2022
Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Onerous Contracts — cost of fulfilling a contract	January 01, 2022
Annual Improvements to IFRS Standards 2018-2020 Cycle (related to IFRS 9, IFRS 16 and IAS 41)	January 01, 2022
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2023
Amendments to IAS 1 'Presentation of Financial Statements' - Disclosure of accounting policies	January 01, 2023
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates	January 01, 2023
Amendments to 'IAS 12 Income Taxes' - deferred tax related to assets and liabilities arising from a single transaction.	January 01, 2023
Amendments to IFRS 10 and IAS 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely

Other than the aforesaid amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 17 – Insurance Contracts

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting policies set out below have been applied consistently to all periods presented in these financial statements.

4.1 Financial instruments

4.1.1 Classification of financial assets

IFRS 9 contains three principal classification categories for financial assets:

- Amortised cost ("AC"),
- Fair value through other comprehensive income ("FVOCI"); and
- Fair value through profit or loss ("FVTPL").

Financial assets at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as FVTPL:

- 1) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- 2) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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Financial assets at FVOCI

A financial asset is measured at FVOCI only if it meets both of the following conditions and is not designated as FVTPL:

- 1) the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- 2) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in other comprehensive income (OCI), only dividend income is recognised in the income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTPL

All other financial assets are classified at FVTPL (for example: equity held for trading and debt securities not classified either as AC or FVOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirement to measure at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

4.1.2 Recognition and initial measurement of financial instruments

Financial assets and financial liabilities are recognised in the Fund's statement of assets and liabilities when the Fund becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the income statement.

4.1.3 Subsequent measurement of financial assets

Financial assets at amortised cost

Financial assets at amortised cost are subsequently measured at amortised cost. Amortised cost is calculated using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

Financial assets at FVOCI

All financial assets at FVOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in other comprehensive income.

For debt instruments classified as financial assets at FVOCI, the amounts already recognised in other comprehensive income are reclassified to the income statement on derecognition of financial assets. This treatment is in contrast to equity instruments classified as financial assets at FVOCI, where there is no reclassification on derecognition.

Financial assets at FVTPL

All financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the income statement.

4.1.4 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:



Basis of valuation of equity securities

The fair value of shares of listed companies is based on their prices quoted on the Pakistan Stock Exchange Limited at the reporting date without any deduction for estimated future selling costs.

4.1.5 Impairment

Under expected credit loss (ECL) model of IFRS 9, the Fund recognises loss allowances on financial assets other than debt securities. The Fund measures loss allowances at an amount equal to lifetime ECL, except for the following, which are measured at 12-month ECL:

- Financial assets that are determined to have low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

As disclosed in note 2.1.2 of these financial statements, the Fund follows requirements of circular 33 of 2012 (the circular) for impairment of debt securities. Under the circular, provision for non performing debt securities is made on the basis of time based criteria as prescribed under the circular. Impairment loss recognised on debt securities can be reversed through the income statement.

As allowed under circular no. 33 of 2012 dated October 24, 2012 issued by the SECP, the Management Company may also make provision against debt securities over and above minimum provision requirement prescribed in aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Management Company on its website.

4.1.6 Classification and measurement of financial liabilities

All financial liabilities are measured subsequently at amortised cost using the effective interest method or at FVTPL. The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortised cost of a financial liability.

4.1.7 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or where the entity has transferred substantially all risks and rewards of ownership.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

4.1.8 Regular way contracts

All purchases and sales of securities that require delivery within the time frame established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

4.1.9 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.



4.2 Cash and cash equivalents

Cash and cash equivalents comprise balances with banks and short-term highly liquid investments with original maturities of three months or less. Cash and cash equivalents are carried in the statement of assets and liabilities at cost.

4.3 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

4.4 Taxation

The income of the Fund is exempt from income tax under 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 its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed in cash to the unit holders.

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 Fund does not account for deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least 90% of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

4.5 Dividend distribution and appropriations

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

4.6 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for, the applications received by the distributors during business hours on that date. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load and any provision for duties and charges, if applicable. The sales load is payable to investment facilitators, distributors and the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which the distributors receive redemption applications during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, and charges on redemption, if applicable.

4.7 Element of income / loss included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

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4.8 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

4.9 Revenue recognition

- Capital gain or loss on sale of investment is accounted for in the income statement on the date at which the sale transaction takes place.
- Unrealised gain / loss arising on re-measurement of investments classified as 'fair value through profit or loss' is included in the income statement in the period in which it arises.
- Profit on bank deposits is recognised on time proportionate basis using effective yield method.
- Dividend income from equity securities is recognised when the right to receive dividend is established.

4.10 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

5.	BANK BALANCES	Note	2022	2021
			(Rupees in '000)	(Rupees in '000)
	Saving accounts	5.1	9,883	7,111
	Current accounts		389	389
			<u>10,272</u>	<u>7,500</u>

5.1 Mark-up rates on these accounts ranges from 5% to 13% (2021: 5.5%) per annum.

6.	INVESTMENTS	Note	2022	2021
			(Rupees in '000)	(Rupees in '000)
	At fair value through profit or loss			
	Listed equity securities	6.1	<u>423,649</u>	<u>478,242</u>

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6.1 Listed equity securities

Name of investee company	Face value per share (Rupees)	As at July 01, 2021	Purchases during the year	Bonus / right issue	Sales during the year	As at June 30, 2022	Balance as at June 30, 2022			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 in '000)												
-----Number of shares / certificates-----												
----- (%) -----												
Fully paid ordinary shares / certificates												
Automobile Assembler												
Atlas Honda Limited	10	2,920	-	-	-	2,920	1,402	1,103	(289)	0.26	0.26	0.00
Honda Atlas Cars (Pakistan) Limited	10	6,770	-	-	-	6,770	2,341	1,318	(1,023)	0.31	0.31	0.01
Indus Motor Company Limited	10	3,179	370	-	-	3,549	4,448	4,062	(386)	0.96	0.95	0.00
Millat Tractors Limited (note 6.3)	10	6,668	910	5,075	30	12,623	7,972	11,015	3,043	2.60	2.58	0.01
Pak Suzuki Motor Company Limited	10	5,132	-	-	-	5,132	1,824	1,084	(740)	0.26	0.25	0.00
							17,387	18,582	595			
Automobile Parts & Accessories												
Agriauto Industries Limited	5	4,300	150	-	4,450	-	-	-	-	-	-	-
Thal Limited	5	7,621	2,750	-	-	10,371	4,263	2,796	(1,467)	0.66	0.65	0.01
							4,263	2,796	(1,467)			
Cable & Electrical Goods												
Pak Elektron Limited	10	58,775	45,000	21,118	16,500	108,393	2,586	1,722	(864)	0.41	0.40	0.09
Pak Electron Ltd-Letter Of Rights	10	-	-	21,200	21,200	-	-	-	-	-	-	-
							2,586	1,722	(864)			
Cement												
Cherat Cement Company Limited (note 6.3)	10	27,805	2,800	-	200	30,405	5,230	2,829	(2,401)	0.67	0.66	0.02
D.G. Khan Cement Company Limited (note 6.3)	10	52,187	5,000	-	100	57,087	6,497	3,568	(2,929)	0.84	0.83	0.05
Fauji Cement Company Limited	10	180,800	8,000	-	500	188,300	4,295	2,668	(1,627)	0.63	0.62	0.15
Javedan Corporation Limited	10	-	31,500	-	2,000	29,500	1,415	1,239	(176)	0.29	0.29	0.02
Kohat Cement Company Limited	10	14,350	1,000	-	50	15,300	3,096	1,991	(1,105)	0.47	0.47	0.01
Lucky Cement Limited	10	26,964	2,850	-	550	29,264	24,571	13,433	(11,138)	3.17	3.14	0.02
Maple Leaf Cement Factory Limited (note 6.3)	10	117,747	12,000	-	500	129,247	5,880	3,535	(2,345)	0.83	0.83	0.10
Pioneer Cement Limited	10	26,900	2,500	-	-	29,400	3,677	1,774	(1,903)	0.42	0.41	0.02
							54,661	31,037	(23,624)			
Chemical												
Archroma Pakistan Limited	10	1,950	50	-	-	2,000	1,145	1,098	(47)	0.26	0.26	0.00
Colgate Palmolive (Pakistan) Limited	10	1,502	150	225	-	1,877	4,112	4,219	107	1.00	0.99	0.00
Engro Polymer & Chemicals Limited	10	75,897	7,000	-	700	82,197	4,036	6,545	2,509	1.54	1.53	0.07
ICI Pakistan Limited	10	3,288	150	-	-	3,438	2,969	2,491	(478)	0.59	0.58	0.03
Lotte Chemical Pakistan Limited	10	88,000	9,500	-	-	97,500	1,583	2,303	720	0.54	0.54	0.08
							13,445	16,656	2,811			
Close - End Mutual Fund												
HBL Growth Fund - Class A	10	57,512	5,000	-	-	62,512	517	322	(195)	0.08	0.08	0.05

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Name of investee company	Face value per share (Rupees)	As at July 01, 2021	Purchases during the year	Bonus / right issue	Sales during the year	As at June 30, 2022	Balance as at June 30, 2022			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
-----Number of shares / certificates----- (Rupees in '000) ----- (%) -----												
Fully paid ordinary shares / certificates												
Commercial Banks												
Allied Bank Limited	10	40,539	1,800	-	13,500	28,839	2,149	1,990	(159)	0.47	0.47	0.02
Askari Bank Limited	10	89,813	9,000	-	-	98,813	2,202	1,722	(480)	0.41	0.40	0.08
Bank AL Habib Limited	10	172,032	17,900	-	3,000	186,932	13,075	10,853	(2,222)	2.56	2.54	0.15
Bank Alfalah Limited	10	169,034	12,500	-	21,000	160,534	5,193	5,137	(56)	1.21	1.20	0.13
Faysal Bank Limited	10	90,160	7,500	-	-	97,660	1,710	2,253	543	0.53	0.53	0.08
Habib Bank Limited	10	174,933	18,600	-	3,800	189,733	23,007	17,330	(5,677)	4.09	4.05	0.15
Habib Metropolitan Bank Limited	10	112,248	10,000	-	500	121,748	4,975	4,754	(221)	1.12	1.11	0.10
MCB Bank Limited (note 6.3)	10	98,878	10,500	-	1,310	108,068	17,142	13,290	(3,852)	3.14	3.11	0.09
Meezan Bank Limited (note 6.3)	10	84,287	21,200	12,613	12,100	106,000	11,338	11,976	638	2.83	2.80	0.09
National Bank of Pakistan	10	120,938	11,000	-	500	131,438	4,747	3,674	(1,073)	0.87	0.86	0.11
Standard Chartered Bank (Pakistan) Limited	10	45,848	-	-	-	45,848	1,553	876	(677)	0.21	0.20	0.04
The Bank of Punjab	10	265,659	25,000	33,082	1,000	322,741	2,363	1,749	(614)	0.41	0.41	0.26
United Bank Limited	10	116,729	12,200	-	2,250	126,679	15,608	14,331	(1,277)	3.38	3.35	0.10
							105,062	89,935	(15,127)			
Engineering												
Aisha Steel Mills Limited	10	-	83,500	-	800	82,700	1,760	914	(846)	0.22	0.21	0.07
International Industries Limited	10	17,300	1,500	-	50	18,750	3,793	1,945	(1,848)	0.46	0.45	0.02
International Steels Limited	10	36,100	3,000	-	-	39,100	3,557	2,321	(1,236)	0.55	0.54	0.03
Mughal Iron & Steel Industries Limited	10	-	18,200	2,505	-	20,705	1,808	1,193	(615)	0.28	0.28	0.02
							10,918	6,373	(4,545)			
Fertilizer												
Engro Corporation Limited	10	75,581	8,550	-	2,150	81,981	23,981	21,076	(2,905)	4.97	4.93	0.07
Engro Fertilizer Limited	10	143,275	15,100	-	2,950	155,425	11,119	13,777	2,658	3.25	3.22	0.13
Fatima Fertilizer Company Limited	10	74,134	4,500	-	-	78,634	2,289	2,972	673	0.70	0.70	0.06
Fauji Fertilizer Bin Qasim Limited	10	106,302	8,500	-	-	114,802	3,019	2,324	(695)	0.55	0.54	0.09
Fauji Fertilizer Company Limited	10	166,450	17,700	-	3,150	181,000	19,223	19,950	727	4.71	4.67	0.15
							59,641	60,099	458			
Food & Personal Care Products												
Frieslandcampina Engro Pakistan Limited	10	18,024	200	-	-	18,224	2,096	1,244	(862)	0.29	0.29	0.01
Murree Brewery Company Limited	10	2,930	-	-	-	2,930	1,705	1,187	(518)	0.28	0.28	0.00
National Foods Limited	5	13,132	1,150	3,320	-	17,602	3,199	2,548	(651)	0.60	0.60	0.01
Nestle Pakistan Limited	10	534	40	-	-	574	3,325	3,329	4	0.79	0.78	0.00
							10,325	8,308	(2,017)			
Glass & Ceramics												
Ghani Glass Limited	10	59,293	4,500	-	-	63,793	3,056	2,605	(451)	0.61	0.61	0.05
Tariq Glass Industries Limited	10	-	13,000	-	-	13,000	1,532	1,350	(282)	0.32	0.32	0.01
							4,688	3,955	(733)			

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Name of investee company	Face value per share (Rupees)	Number of shares / certificates										(Rupees in '000)				(%)		
		As at July 01, 2021	Purchases during the year	Bonus / right issue	Sales during the year	As at June 30, 2022	Balance as at June 30, 2022			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)									
Fully paid ordinary shares / certificates																		
Insurance																		
Adamjee Insurance Company Limited	10	66,240	-	-	4,000	62,240	2,581	1,964	(617)	0.46	0.46	0.05						
EFU General Insurance Limited	10	14,137	1,500	-	-	15,637	1,795	1,744	(51)	0.41	0.41	0.01						
IGI Holdings Limited	10	8,116	300	-	-	8,416	1,626	932	(694)	0.22	0.22	0.01						
Jubilee Life Insurance Company Limited	10	4,111	-	-	4,111	-	-	-	-	-	-	-						
							6,002	4,640	(1,362)									
Inv. Banks / Inv. Cos. / Securities Cos.																		
Dawood Hercules Corporation Limited (note 6.3)	10	80,246	8,400	-	800	87,846	9,961	8,131	(1,830)	1.92	1.90	0.07						
Jahangir Siddiqui & Company Limited	10	-	63,000	-	63,000	-	-	-	-	-	-	-						
Pakistan Stock Exchange Limited	10	113,500	500	-	-	114,000	2,544	1,166	(1,378)	0.28	0.27	0.09						
							12,505	9,297	(3,208)									
Jute																		
Crescent Jute Products Ltd	10	500	-	-	-	500	-	-	-	-	-	0.00						
Leasing Companies																		
Orix Leasing Pakistan Limited	10	20,962	-	-	20,962	-	-	-	-	-	-	-						
Leather & Tanneries																		
Service Industries Limited	10	4,480	400	-	50	4,830	2,734	1,704	(1,030)	0.40	0.40	0.00						
Miscellaneous																		
Pakistan Services Limited	10	4,990	450	-	-	5,440	5,189	8,378	3,189	1.98	1.96	0.00						
Shifa International Hospitals Limited	10	8,104	-	162	1,400	6,866	1,475	1,230	(245)	0.29	0.29	0.01						
							6,864	9,608	2,944									
Modarabas																		
First Habib Modaraba	5	39,000	1,500	-	-	40,500	398	379	(19)	0.09	0.09	0.03						
Oil & Gas Exploration Companies																		
Mari Petroleum Company Limited	10	6,368	620	-	80	6,898	10,617	12,001	1,384	2.83	2.81	0.01						
Oil & Gas Development Company Limited (note 6.2)	10	153,837	15,700	-	2,600	166,937	15,686	13,133	(2,553)	3.10	3.07	0.13						
Pakistan Oilfields Limited	10	30,884	3,200	-	500	33,584	13,189	13,629	440	3.22	3.19	0.03						
Pakistan Petroleum Limited	10	158,930	14,900	-	1,300	172,530	14,798	11,648	(3,150)	2.75	2.72	0.14						
							54,290	50,411	(3,879)									
Oil & Gas Marketing Companies																		
Attock Petroleum Limited	10	5,940	500	-	50	6,390	2,043	2,053	10	0.48	0.48	0.01						
Hascol Petroleum Limited	10	141,047	-	-	141,047	-	-	-	-	2.21	2.19	0.04						
Pakistan State Oil Company Limited	10	50,345	4,550	-	500	54,395	11,976	9,347	(2,629)	0.35	0.35	0.01						
Shell Pakistan Limited	10	12,702	-	-	-	12,702	2,225	1,500	(726)	0.59	0.59	0.06						
Sui Northern Gas Pipelines Limited	10	67,570	6,000	-	-	73,570	3,456	2,517	(939)	-	-	-						
Sui Southern Gas Company Limited	10	75,828	1,500	-	77,328	-	-	-	-	-	-	-						
							19,700	15,417	(4,283)									

72

Name of investee company	Face value per share (Rupees)	As at July 01, 2021	Purchases during the year	Bonus / right issue	Sales during the year	As at June 30, 2022	Balance as at June 30, 2022			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)			
Fully paid ordinary shares / certificates												
Paper & Board												
Century Paper And Board Mills Limited	10	14,700	-	2,190	100	16,790	1,783	1,038	(745)	0.25	0.24	0.01
Packages Limited	10	5,289	2,800	-	-	8,089	4,009	3,226	(783)	0.76	0.75	0.01
							5,792	4,264	(1,528)			
Pharmaceuticals												
Abbot Laboratories (Pakistan) Limited	10	4,964	500	-	-	5,464	4,281	3,577	(704)	0.84	0.84	0.00
AGP Limited	10	19,876	1,500	-	-	21,376	2,462	1,873	(589)	0.44	0.44	0.02
GlaxoSmithKline Pakistan Limited	10	12,373	1,000	-	100	13,273	2,154	1,658	(496)	0.39	0.39	0.01
Highnoon Laboratories Limited	10	3,619	600	421	-	4,640	2,542	2,459	(83)	0.58	0.58	0.00
The Searle Company Limited	10	25,687	2,050	7,871	100	35,508	6,509	3,871	(2,638)	0.91	0.91	0.03
							17,948	13,438	(4,510)			
Power Generation & Distribution												
The Hub Power Company Limited	10	231,995	24,500	-	4,900	251,595	19,830	17,151	(2,679)	4.05	4.01	0.20
K-Electric Limited	3.5	552,648	60,000	-	-	712,648	2,884	2,166	(718)	0.51	0.51	0.57
Kot Addu Power Company Limited	10	108,779	10,500	-	500	118,779	5,116	3,270	(1,846)	0.77	0.76	0.10
							27,830	22,587	(5,243)			
Real Estate Investment Trust												
Dolmen City REIT	10	129,500	13,500	-	-	143,000	1,613	1,933	320	0.46	0.45	0.12
Refinery												
Attock Refinery Limited	10	10,173	1,000	-	50	11,123	2,760	1,955	(805)	0.46	0.46	0.01
Energyco PK Limited	10	126,300	287,000	-	-	413,300	3,814	2,207	(1,607)	0.52	0.52	0.33
National Refinery Limited	10	6,200	500	-	-	6,700	3,368	1,692	(1,676)	0.40	0.40	0.01
							9,942	5,854	(4,088)			
Sugar & Allied Industries												
JDW Sugar Mills Limited	10	2,000	100	-	2,100	-	-	-	-	-	-	-
Shakarganj Limited	10	-	12,500	-	-	12,500	635	500	(135)	0.12	0.12	0.01
							635	500	(135)			
Synthetics And Rayon												
Ibrahim Fibres Limited	10	3,700	-	-	10	3,690	583	627	44	0.15	0.15	0.00
	10											
Technology & Communication												
Avanceon Limited	10	-	31,100	6,650	13,500	24,250	2,285	1,889	(396)	0.45	0.44	0.02
Pakistan Telecommunication Company Limited	10	140,517	-	-	-	140,517	1,664	978	(686)	0.23	0.23	0.11
Systems Limited	10	19,405	3,000	21,055	700	42,760	12,339	14,105	1,766	3.33	3.30	0.03
TRG Pakistan Limited (note 6.3)	10	110,555	28,900	-	18,500	120,955	18,293	9,353	(8,940)	2.21	2.19	0.10
							34,581	28,325	(6,256)			

Name of investee company	Face value per share (Rupees)	As at July 01, 2021	Purchases during the year	Bonus / right issue	Sales during the year	As at June 30, 2022	Balance as at June 30, 2022			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)			
Fully paid ordinary shares / certificates												
Number of shares / certificates												
(Rupees in '000)												
Textile Composite												
Azgard Nine Limited	10	86,300	-	-	-	86,300	2,925	887	(2,038)	0.21	0.21	0.07
Feroze 1888 Mills Limited	10	13,100	300	114	13,514	-	-	-	-	-	-	-
Feroze 1888 Mills Limited-Letter Of Right	10	-	-	690	690	-	-	-	-	-	-	-
Gul Ahmed Textile Mills Limited	10	36,720	-	-	100	36,620	1,858	1,238	(620)	0.29	0.29	0.03
Interloop Limited	10	31,000	2,000	930	-	33,930	2,319	2,070	(249)	0.49	0.48	0.03
Kohinoor Textile Mills Limited	10	53,095	300	-	32,500	20,895	1,572	1,045	(527)	0.25	0.24	0.02
Nishat (Chunian) Limited	10	25,330	300	-	-	25,630	1,290	1,148	(142)	0.27	0.27	0.02
Nishat Mills Limited	10	37,647	3,600	-	200	41,047	3,791	3,034	(757)	0.72	0.71	0.03
							13,755	9,422	(4,333)			
Textile Spinning												
Gadoon Textile Mills Limited	10	2,000	-	-	-	2,000	517	540	23	0.13	0.13	0.00
Textile Weaving												
Yousaf Weaving Mills Limited	10	15,500	-	-	6,000	9,500	50	47	(3)	0.01	0.01	0.01
Tobacco												
Pakistan Tobacco Company Limited	10	2,960	160	-	-	3,120	4,450	3,075	(1,375)	0.73	0.72	0.00
Transport												
Pakistan International Bulk Terminal Limited	10	212,935	-	-	500	212,435	2,418	1,279	(1,139)	0.30	0.30	0.17
Vanaspati & Allied Industries												
Punjab Oil Mills Limited	10	500	-	-	-	500	125	89	(36)	0.02	0.02	0.00
Unity Foods Limited	10	130,000	12,500	12,071	35,100	119,471	4,949	2,398	(2,551)	0.57	0.56	0.10
Unity Foods Limited Letter of Right	10	-	-	12,072	12,072	-	-	-	-	-	-	-
							5,074	2,487	(2,587)			
Woollen												
Bannu Woollen Mills Limited	10	500	500	-	-	1,000	51	30	(21)	0.01	0.01	0.00
Total as at June 30, 2022												
							512,025	423,649	(88,376)			
Total as at June 30, 2021												
							375,640	478,242	102,602			

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 June 30, 2022.

6.3 These investments held by the fund exceeded the maximum limit prescribed by the regulation 55(6) of the NBFC regulations. The said regulation states that the weight of the security invested into shall not exceed the weight of the security in the index or its subset. Arrangements have been made to adjust these investments with the weight prescribed in the NBFC regulations.

NA

		2022	2021
	Note	(Rupees in '000)	(Rupees in '000)
6.4			
Net unrealised (loss) / gain on re-measurement of investment classified at 'fair value through profit or loss'			
Market value of investments	6.1	423,649	478,242
Carrying value of investments	6.1	(512,025)	(375,640)
		<u>(88,376)</u>	<u>102,602</u>

7. DIVIDEND AND PROFIT RECEIVABLE ON BANK DEPOSITS

Dividend receivables	174	2,163
Profit receivable on bank deposits	92	37
	<u>266</u>	<u>2,200</u>

8. DEPOSITS AND OTHER RECEIVABLES

Security deposits		
- National Clearing Company of Pakistan Limited	2,500	2,500
- Central Depository Company of Pakistan Limited	100	100
Advance tax	8.1	66
	<u>2,666</u>	<u>2,650</u>

8.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150 of Income Tax Ordinance, 2001. However, uptill year ended June 30, 2021, withholding tax on profit on debt and dividend paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II - 66417- R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder.

		2022	2021
	Note	(Rupees in '000)	(Rupees in '000)
9.			
PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management fee	9.1	265	302
Sindh sales tax on management fee	9.2	34	39
Expenses allocated by the Management Company	9.3	35	118
Payable to Management Company		-	2
Federal excise duty on management fee	9.4	1,357	1,357
		<u>1,691</u>	<u>1,818</u>

9.1 As per the offering document the Management Company has charged remuneration at the rate of 0.75% per annum (2021: 0.75%) of the average daily net assets. The remuneration is paid to the Management Company on a monthly basis in arrears.

9.2 Sindh sales tax on services at the rate of 13% (2021: 13%) on gross value of management fee is charged under the provisions of Sindh Sales Tax on Services Act, 2011.

9.3 The Management Company has charged expenses at the rate of 0.1% (2021: 0.1%) per annum of the average annual net assets of the Fund.

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- 9.4 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% (2021: 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 (2021 : 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 June 30, 2022 would have been higher by Re. 0.040 per unit (2021: Re. 0.041 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.

	Note	2022 ----- (Rupees in '000) -----	2021 -----
10. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fees	10.1	71	84
Sindh sales tax on trustee fee	10.2	9	11
		<u>80</u>	<u>95</u>

- 10.1 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.

Net assets upto Rs. 1 billion

0.2% per annum of the daily average net assets of the Fund.

Net assets exceeding Rs. 1 billion

Rs. 2 million plus 0.10% per annum of the daily average net assets of the Fund exceeding Rs. 1 billion.

- 10.2 Sindh sales tax at the rate of 13% (2021: 13%) on gross value of management fee is charged under the provisions of Sindh Sales Tax on Services Act, 2011.

	Note	2022 ----- (Rupees in '000) -----	2021 -----
11. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable to SECP	11.1	<u>92</u>	<u>91</u>

- 11.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, All Collective Investment Schemes are required to pay annual fee at an amount equal to 0.02% (2021: 0.02%) of the daily average annual net assets of the scheme. The fee is payable annually in arrears.

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		2022	2021
	Note	----- (Rupees in '000) -----	
12. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration		283	262
Brokerage payable		18	19
Withholding tax payable		21	422
Sindh Workers Welfare Fund payable	12.1	-	4,814
Printing charges payable		150	150
Others		3,195	218
		<u>3,667</u>	<u>5,885</u>

12.1 Sindh Workers Welfare Fund

During the year, Sindh Revenue Board (SRB) through its letter dated August 12, 2021, has clarified the legal status of applicability of Sindh Workers' Welfare Fund (SWWF).

As per the said letter, having reference no. SRB/TP/70/2013/8772, the Asset Management Companies (AMC) are covered under the term "financial institutions" as per the section 2(G)(V) of the SWWF Act, 2014 and are therefore, subject to SWWF charge, whereas, the Mutual Funds managed by those AMCs do not qualify as "Financial Institutions / Industrial Establishments" as per the SWWF Act, 2014 and are therefore, not liable to pay SWWF contributions.

The development was discussed at MUFAP level and has also been taken up with the SECP and all the AMCs, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds.

Consequently, the management has reversed all the provision recognised in respect of SWWF amounting to Rs. 4.814 million.

13. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at June 30, 2022 and June 30, 2021.

	2022	2021
	----- (Numbers) -----	
14. NUMBER OF UNITS IN ISSUE		
Opening units in issue	33,455,976	34,876,145
Units issued during the year	2,040,979	3,058,623
Less: Units redeemed	(1,487,752)	(4,478,792)
Total units in issue at the end of the year	<u>34,009,203</u>	<u>33,455,976</u>

15. TOTAL EXPENSE RATIO

The total expense ratio of the Fund is 1.50% (2021: 2.01%) which includes 0.17% (2021: 0.75%) 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".

	2022	2021
	----- (Rupees in '000) -----	
16. AUDITOR'S REMUNERATION		
Annual audit fee	193	175
Half yearly fee	55	50
Income certification	30	30
Other certification	20	20
Out of pocket	25	22
	<u>322</u>	<u>297</u>
Sindh sales tax	26	24
	<u>348</u>	<u>321</u>

17. 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 amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute atleast 90% of the net accounting income other than unrealised capital gains to the unit holders in cash. The fund has not distributed any amount for the year ended June 30, 2022 being whole of the accounting income available for distribution pertaining to capital gain (realised or unrealised) and accordingly, no provision in respect of taxation has been made in these financial statements.

18. 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.

19. 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:

	2022	2021
	----- (Rupees in '000) -----	
19.1 Details of transactions with connected persons / related parties during the year		
AKD Investment Management Limited - Management Company of the Fund		
Remuneration for the year	3,458	3,416
Sindh sales tax on Management Company's remuneration	450	444
Allocated expenses by the management company	460	455
Sales load	7	2
Central Depository Company of Pakistan Limited - Trustee		
Trustee Fee	919	911
Central Depository Service charges	11	12
Sindh sales tax on Trustee Fee	121	120

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2022 2021
----- (Rupees in '000) -----

AKD Securities Limited - Brokerage House

Commission paid on purchase and sale of marketable securities

19 4

National Bank of Pakistan Employees Pension Fund

(having invested more than 10% in the units of the Fund)

Units issued : Nil (2021: 1,312,136)

- 18,882

Dividend paid

- 18,882

19.2 Balances outstanding at year end

AKD Investment Management Limited - Management Company of the Fund

Remuneration payable

265 302

Allocated expenses by management company payable

35 117

Other payable

- 1

Sindh sales tax payable on Management Company's remuneration

34 39

Federal Excise Duty payable on Management Company's remuneration

1,357 1,357

Sales load payable

3 2

Central Depository Company of Pakistan - Trustee

Remuneration payable

71 84

Security deposit

100 100

CDS charges payable

1 1

Sales tax on trustee Fee payable

9 11

Mr. Aqeel Karim Dhedhi - Chairman of the Group

Number of units outstanding : 390 (2021 : 390)

5 6

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

(2021 : 31,210,812)

392,410 446,832

20. FINANCIAL INSTRUMENTS BY CATEGORY

As at June 30, 2022 and June 30, 2021, the financial assets and liabilities carried on the statement of assets and liabilities are categorised as follows:

2022 2021
----- (Rupees in '000') -----

Financial Assets

At fair value thorough profit or loss

Investments

423,649 478,242

At amortised cost

Bank balances

10,272 7,500

Dividend and profit receivable on bank deposits

266 2,200

Deposits

2,600 2,600

436,787 490,542

Financial Liabilities

At amortised cost

Payable to AKD Investment Management Limited - Management Company

1,691 1,818

Payable to Central Depository Company of Pakistan Limited - Trustee

80 95

Accrued expenses and other liabilities

3,646 649

Dividend payable

3,728 3,728

9,145 6,290

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21. FINANCIAL RISK MANAGEMENT

The Fund's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance.

The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate and other price risk), credit risk and liquidity risk. Risks of the Fund are being managed by the Management Company in accordance with the approved policies of the investment committee which provides broad guidelines for management of above mentioned risks. The Board of Directors of Management Company has overall responsibility for the establishment and oversight of the Fund's risk management framework.

The Fund's financial assets primarily comprise of balances with banks and investment in equity securities of listed companies classified at 'fair value through profit or loss'. The Fund also has dividend, profit receivable on bank deposit and deposits. The Fund's principal financial liabilities include remuneration payable to the Management Company, the Trustee and accrued and other liabilities.

21.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

The Management Company manages market risk by monitoring exposure in marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee of the Fund and the regulations laid down by the Securities and Exchange Commission of Pakistan.

Market risk comprises of three types of risk; currency risk, interest rate risk and other price risk.

21.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pak Rupees.

21.1.2 Yield / interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2022, the Fund is exposed to fair value interest rate risk on its bank balances.

a) Sensitivity analysis for variable rate instruments

At the reporting date the Fund has balances in saving bank accounts on which profit rate is 7.75% that could expose the Fund to cash flow interest rate risk. The net loss for the year would have increased / (decreased) by Rs. 0.099 million (2021: Rs.0.071 million) had the interest rates on profit and loss sharing accounts accounts with the banks increased / (decreased) by 100 basis points.

b) Sensitivity analysis for fixed rate instruments

At the reporting date the Fund does not hold any fixed rate instruments that could expose the Fund to fair value interest rate risk.

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Exposure to interest rate risk and maturity

Interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

As at June 30, 2022						
Particulars	Effective interest rate	Exposed to interest rate risk			Not exposed to interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
%(Rupees in '000)						
On-balance sheet financial instruments						
Financial assets at fair value through profit or loss						
Investments		-	-	-	423,649	423,649
Financial assets at amortised cost						
Bank balances	5 to 13	9,883	-	-	389	10,272
Dividend and profit receivable on bank deposits		-	-	-	266	266
Deposits		-	-	-	2,600	2,600
		9,883	-	-	3,255	13,138
Sub total		9,883	-	-	426,904	436,787
Financial liabilities at amortised cost						
Payable to AKD Investment Management Limited - Management Company		-	-	-	1,691	1,691
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	80	80
Accrued expenses and other liabilities		-	-	-	3,646	3,646
Dividend payable		-	-	-	3,728	3,728
Sub total		-	-	-	9,145	9,145
On-balance sheet gap		9,883	-	-	417,759	427,642
Total interest rate sensitivity gap		9,883	-	-	417,759	

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As at June 30, 2021

Particulars	Effective interest rate	Exposed to interest rate risk			Not exposed to interest rate risk	Total
		Exposed to interest rate risk				
		Upto three months	More than three months and upto one year	More than one year		
						(Rupees in '000)
						%

%

On-balance sheet financial instruments

Financial assets at fair value through profit or loss

Investments

	-	-	-	-	478,242	478,242
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Financial assets at amortised cost

Bank balances

Dividend and profit receivable on bank deposits

Deposits

	5.5	7,111	-	-	389	7,500
		-	-	-	2,200	2,200
		-	-	-	2,600	2,600
		7,111	-	-	5,189	12,300
Sub total		7,111	-	-	483,431	490,542

Financial liabilities at amortised cost

Payable to AKD Investment Management Limited - Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Accrued expenses and other liabilities

Dividend payable

Sub total

	-	-	-	-	1,818	1,818
	-	-	-	-	95	95
	-	-	-	-	649	649
	-	-	-	-	3,728	3,728
		-	-	-	6,290	6,290

On-balance sheet gap

	7,111	-	-	-	477,141	484,252
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Total interest rate sensitivity gap

	7,111	-	-	-	477,141	
--	-------	---	---	---	---------	--

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21.1.3 Price risk

Other price risk is the risk that the fair value of the financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factor specific to an individual investment, its issuer or factors affecting all instruments traded in the market.

The Fund also manages its exposure to price risk by analysing the investment portfolio by industrial sectors and benchmarking the sector weighting to that of the KSE 100 Index. The Fund's policy is to concentrate the investment portfolio in sectors where management believes that the Fund can maximise the returns derived for the level of risk to which the Fund is exposed. The table below is a summary of the significant sector concentrations within the equity portfolio.

Sector wise portfolio	As at June 30, 2022	
	Fund's equity portfolio	KSE-100 benchmark portfolio
	-----%	
Automobile Assembler	4.35	4.41
Automobile Parts & Accessories	0.65	0.66
Cable & Electrical Goods	0.40	0.41
Cement	6.97	6.99
Chemical	3.90	3.96
Close - End Mutual Fund	0.08	0.08
Commercial Banks	21.03	21.05
Engineering	1.49	1.51
Fertilizer	14.06	14.11
Food & Personal Care Products	2.50	2.61
Glass & Ceramics	0.92	0.97
Insurance	1.09	1.11
Inv. Banks / inv. Cos. / securities cos.	2.17	2.19
Leather & Tanneries	0.40	0.40
Miscellaneous	2.25	2.28
Modarabas	0.09	0.10
Oil & Gas Exploration Companies	11.79	11.80
Oil & Gas Marketing Companies	3.61	3.66
Paper & Board	1.00	1.02
Pharmaceuticals	3.14	3.21
Power Generation & Distribution	5.28	5.29
Property	0.29	0.29
Real Estate Investment Trust	0.45	0.46
Refinery	1.37	1.37
Sugar & Allied Industries	0.12	0.14
Synthetic & Rayon	0.15	0.16
Technology & Communication	6.16	6.19
Textile Composite	2.20	2.31
Textile Spinning	0.13	0.14
Textile Weaving	0.01	0.01
Tobacco	0.72	0.75
Transport	0.30	0.33
Vanaspati & Allied industries	0.02	0.02
Woollen	0.01	0.01

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Sector wise portfolio	As at June 30, 2021	
	Fund's equity portfolio	KSE-100 benchmark portfolio
	----- % -----	
Automobile Assembler	3.50	3.51
Automobile Parts & Accessories	0.92	0.94
Cable & Electrical Goods	0.43	0.43
Cement	10.57	10.55
Chemicals	2.65	2.66
Close-end mutual fund	0.10	0.11
Commercial Banks	20.50	20.45
Engineering	1.47	1.47
Fertilizer	11.49	11.47
Food & Personal Care Products	2.07	2.09
Glass & Ceramics	0.60	0.60
Insurance	1.53	1.56
Inv. Banks / inv. Cos. / securities cos.	2.46	2.46
Jute	0.00	-
Leasing Companies	0.11	0.11
Leather & Tannaries	0.55	0.55
Miscellaneous	1.31	1.32
Modarabas	0.08	0.08
Oil & Gas Exploration Companies	10.51	10.48
Oil & Gas Marketing Companies	4.39	4.39
Paper and Board	0.98	0.61
Pharmaceuticals	3.50	3.50
Power Generation & Distribution	5.44	5.43
Real Estate Investment Trust	0.30	0.30
Refinery	1.53	1.53
Sugar & Allied Industries	0.09	0.10
Synthetic & Rayon	0.12	0.12
Technology & Communication	6.47	6.45
Textile Composite	3.57	3.58
Textile Spinning	0.11	0.11
Textile Weaving	0.02	0.02
Tobacco	0.89	0.90
Transport	0.51	0.50
Vanaspati & Allied Industries	1.24	1.21
Woollen	0.01	0.01

The Fund has exposure to equity price risk arising from its investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's Constitutive Documents, the NBFC Regulations and circulars issued by SECP from time to time. The Fund's equity investments are concentrated in the sectors given in note 6.1.

At June 30, 2022, the fair value of equity securities exposed to price risk is disclosed in note 6.1.

The sensitivity of the loss for the year and the unit holders' fund to an increase or decrease of 5% in the fair values of the Fund's equity securities is discussed below. This level of change is considered to be reasonably possible based on observation of current market conditions. The sensitivity analysis is based on the Fund's equity securities at reporting date, with all other variables held constant.

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	2022 ----- (Rupees in '000') -----	2021
Effect due to increase / decrease		
Investment and net assets	<u>21,182</u>	<u>23,912</u>
Income statement	<u>21,182</u>	<u>23,912</u>

21.2 Credit risk

Credit risk represents the risk of a loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from deposits with banks and financial institutions and credit exposure arising as a result of dividend receivable (if any) on equity securities.

Management of credit risk

For banks and financial institutions, the Fund keeps deposits with reputed financial institutions with reasonably high credit ratings. Credit risk on account of dividend receivable is minimal due to the statutory protection. All transactions in listed securities are settled / paid for upon delivery using the system of National Clearing Company of Pakistan Limited. The risk of default in these transactions is considered minimal due to inherent systematic measures taken therein. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC rules and the regulations and the guidelines given by the SECP from time to time.

The maximum exposure to credit risk before considering any collateral as at June 30, 2022 and June 30, 2021 is the carrying amount of the financial assets. None of these assets are 'impaired' nor 'past due but not impaired'.

	2022		2021	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	----- (Rupees in '000) -----			
Balances with banks	10,272	10,272	7,500	7,500
Dividend and profit receivable on bank deposits	266	266	2,200	2,200
Security deposits	2,600	2,600	2,600	2,600
	<u>13,138</u>	<u>13,138</u>	<u>12,300</u>	<u>12,300</u>

The analysis below summarizes the credit rating quality of the Fund's financial assets with banks as at June 30, 2022.

Bank balances by rating category	Rating Agency	2022		2021	
		Rupees in '000'	%	Rupees in '000'	%
AA+/A1+	PACRA	7,598	73.97	6,750	90.00
AA/A1+	PACRA	2,549	24.82	634	8.46
AAA/A-1+	VIS	65	0.64	57	0.76
AAA/A1+	PACRA	59	0.57	59	0.78
		<u>10,272</u>	<u>100.00</u>	<u>7,500</u>	<u>100.00</u>

Profit receivable on bank deposits

AA+/A1+	PACRA	92	100%	37	100%
---------	-------	----	------	----	------

Above ratings are on the basis of available ratings assigned by PACRA and VIS Credit Rating Company Limited as of June 30, 2022.

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Balance with bank is assessed to have low credit risk of default since the bank is highly regulated by the State Bank of Pakistan. Accordingly, Fund estimates that loss allowance on balance with bank at the end of the reporting period at an amount equal to 12 month Expected Credit Loss (ECL). None of the balance with bank at the end of the reporting period is past due, and taking into account the historical default experience and the current credit ratings of the bank, the Fund have assessed that there is no impairment, and hence, have not recorded any loss allowance on this balance.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is mainly concentrated in equity securities which are diversified and relate to various sectors. The Fund's portfolio of other financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honor its obligations to deliver cash, securities or other assets as contractually agreed.

For the vast majority of transactions the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

21.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to daily settlement of equity securities and daily cash redemptions, if any, at the option of unit holders. The Fund approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption requests in excess of 10% of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below 10% of the units then in issue. The Fund did not withhold any redemptions during the current year.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	As at June 30, 2022				Total
	Within one month	Over one to three months	Over three to twelve months	Over one to five years	
	Rupees in '000				
Financial liabilities (excluding unit holders fund)					
Payable to AKD Investment Management Limited - Management Company	1,691	-	-	-	1,691
Payable to Central Depository Company of Pakistan Limited - Trustee	80	-	-	-	80
Accrued expenses and other liabilities	3,646	-	-	-	3,646
Dividend payable	3,728	-	-	-	3,728
	<u>9,145</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,145</u>

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As at June 30, 2021

	Within one month	Over one to three months	Over three to twelve months	Over one to five years	Total
	Rupees in '000				
Financial liabilities (excluding unit holders fund)					
Payable to AKD Investment Management Limited - Management Company	1,818	-	-	-	1,818
Payable to Central Depository Company of Pakistan Limited - Trustee	95	-	-	-	95
Accrued expenses and other liabilities	649	-	-	-	649
Dividend payable	3,728	-	-	-	3,728
	<u>6,290</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,290</u>

22. UNIT HOLDERS' FUND (UHF) RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. These unit holders of the Fund are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund's objective when managing unit holders' fund is to safeguard the Fund's ability to continue as a going concern in order to provide returns for the benefits of the unit holders to maintain a strong base of assets to support the development of the investment activities of the Fund and to meet unexpected losses or opportunities. As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of scheme. In order to comply with the requirement and to maintain or adjust the Unit Holders' Fund, the Fund's policy is to perform the following:

- Monitor the level of daily issuance and redemptions relative to the liquid assets and adjust the amount of distributions the Fund pays to the unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund. This includes the Fund's ability to restrict redemptions; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer of the Management Company critically track the movement of 'Assets under Management'. The Board of Directors of the Management Company is updated regarding key performance indicators, e.g., yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year.

23. 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.

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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).

	2022			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
Assets				
Listed equity securities	<u>423,649</u>	<u>-</u>	<u>-</u>	<u>423,649</u>
	2021			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
Assets				
Listed equity securities	<u>478,242</u>	<u>-</u>	<u>-</u>	<u>478,242</u>

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

24. TRANSACTIONS WITH BROKERS / DEALERS

List of brokers by percentage of commission charged during the year ended June 30, 2022

S.No	Particulars	Percentage
1	Aba Ali Habib Securities (Private) Limited	17.36%
2	Spectrum Securities Limited	17.16%
3	Vector Securities (Private) Limited	16.19%
4	Topline Securities (Private) Limited	14.57%
5	AKD Securities Limited	14.23%
6	Next Capital Limited	10.84%
7	Investment Managers Securities (Private) Limited	3.74%
8	Creative Capital Securities (Private) Limited	2.48%
9	Ghani Osman Securities (Private) Limited	2.43%
10	FDM Capital Securities (Private) Limited	0.50%

List of brokers by percentage of commission charged during the year ended June 30, 2021

S.No	Particulars	Percentage
1	Ghani Osman Securities (Private) Limited	13.96%
2	Topline Securities (Private) Limited	9.47%
3	AKIK Capital (Private) Limited	9.24%
4	Sherman Securities (Private) Limited	9.05%
5	Summit Capital (Private) Limited	5.88%
6	BMA Capital Management Limited	5.82%
7	Next Capital Limited	4.71%
8	Shajar Capital Pakistan (Private) Limited	4.60%
9	Investment Managers Sec (Private) Limited	4.55%
10	Vector Securities (Private) Limited	4.28%

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25. PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of members of the Investment Committee of the Fund as on June 30, 2022 are as follows:

S.No	Name	Designation	Qualification	Experience in years
1	Mr. Imran Motiwala	Chief Executive Officer	B.Sc. (Marketing)	29
2	Mr. Muhammad Yaqoob	Chief Operating Officer and Company Secretary	MBA (Finance), CFA Charter holder	18
3	Ms. Anum Dhedhi	Chief Investment Officer	B.Sc. (Financial Economics)	11
4	Mr. Sheikh Usman Haroo	Risk Manager	ACCA, CFA Level III Passed	8
5	Mr. Danish Aslam	Senior Fund Manager	BS (Accounting & Finance), CFA Level I Passed	4
6	Mr. Ali Abbas	Head of Research	MBA (Finance), CFA Charter holder	6

Ms. Anum Dhedhi is the Manager of the Fund. She is also managing AKD Opportunity Fund, AKD Islamic Stock Fund and Golden Arrow Stock Fund.

26. PATTERN OF UNIT HOLDING

As at June 30, 2022			
	Unit Holders	Number of units held	% of total units
Individuals	642	1,790,780	5.27%
Retirement Funds	1	31,210,812	91.77%
Corporates	5	31,931	0.09%
Others	3	975,680	2.87%
	651	34,009,203	100%

As at June 30, 2021			
	Unit Holders	Number of units held	% of total units
Individuals	645	1,681,043	5.02%
Retirement Funds	1	31,210,812	93.30%
Corporates	1	17,740	0.05%
Others	6	546,381	1.63%
	653	33,455,976	100%

27. ATTENDANCE AT MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year 89th, 90th, 91st and 92nd board meetings were held on September 29, 2021, October 29, 2021, February 25, 2022 and April 27, 2022 respectively. Information in respect of attendance by Directors in these meetings is given below :

	Name of Director	Number of meetings held	Attended	Leave granted	Meeting not attended
1	Mr. Abdul Karim	4	4	-	-
2	Mr. Imran Motiwala	4	4	-	-
3	Ms. Anum Dhedhi	4	4	-	-
4	Mr. Saim Mustafa Zuberi	4	4	-	-
5	Mr. Ali Wahab Siddiqui	4	4	-	-
6	Mr. Hasan Ahmed	4	4	-	-
7	Ms. Aysha Ahmed	4	4	-	-

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28. GENERAL

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

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

29. DATE OF AUTHORISATION FOR ISSUE

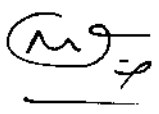
These financial statements were authorised for issue on 28 SEP 2022 by the Board of Directors of the Management Company.



For AKD Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

AKD INDEX TRACKER FUND
PERFORMANCE TABLE

	2022	2021	2020
Total net assets value (Rs '000)*	427,595	478,975	387,307
Net assets value per unit - (Rs)*	12.57	14.32	11.11
Selling price as at June 30 (Rs)*	12.70	14.46	11.22
Repurchase price as at June 30 (Rs)*	12.57	14.31	11.10
Highest selling price (Rs)	14.81	15.53	14.10
Lowest selling price (Rs)	12.50	11.37	8.96
Highest repurchase price (Rs)	14.65	15.37	13.95
Lowest repurchase price (Rs)	12.37	11.25	8.86
Return of the Fund			
- capital growth (Rs '000)	(51,380)	91,668	16,517
- income distribution (including refund of capital) (Rs '000)*	-	20,287	-
Distribution per unit (Rs.)			
Interim	-	0.63	-
- Gross (2021: Announced on June 30, 2021)			
Final	-	-	-
Average Annual Return (Percentage)			
- Last one year	-12.18	34.58	-0.19
- Last two year	8.71	15.90	-10.65
- Last three year	5.66	2.42	-11.05

* Final distributions for the year made subsequent to the year end have been adjusted against the closing NAVs.

Note: The portfolio composition of the fund has been disclosed in note 6 to the financial statements.

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

AKD Index Tracker Fund
Proxy details issued by Fund
For the year ended June 30, 2022

As per the requirement of Non-Banking Finance Companies and Notified Entities Regulations, 2008, The Board of Directors of AKD Investment Management Limited (the Management Company of the Fund) has formulated Proxy Voting Policy, which is available on Management Company's website (www.akdinvestment.com).

During the year, the Management Company on behalf of the Fund participated in 5 shareholders' meetings. Moreover, details of summarized proxies voted are as follows:

AKDITF	Resolutions	For	Against	Abstain	Reason for Abstaining
Number	14	14	0	0	-
(%ages)	100	100	0	0	-

Detailed information regarding actual proxies voted by the Management Company on behalf of the Fund will be provided to the unit holders without any charges upon request.

مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے کے ڈی انویسٹمنٹ مینجمنٹ لمیٹڈ (اے کے ڈی آئی ایم ایل) کے بورڈ آف ڈائریکٹرز جو کہ اے کے ڈی اپرچوئیٹی فنڈ (اے کے ڈی او ایف)، گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف) اے کے ڈی انڈیکس ٹریڈر فنڈ (اے کے ڈی آئی ٹی ایف)، اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف)، اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی اے آئی ایف)، اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی ایس آئی ایف) اور اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی ایس ایف) کی مینجمنٹ کمپنی ۳۰ جون ۲۰۲۲ کو مکمل ہونے والے سال کیلئے اپنی سالانہ رپورٹ معہ فنڈز کے آڈٹ شدہ مالیاتی گوشوارے پیش کرنے میں مسرت محسوس کرتے ہیں۔

فنڈز کی مالیاتی کارکردگی

اے کے ڈی اپرچوئیٹی فنڈ (اے کے ڈی او ایف)

مالی سال ۲۰۲۲ کے لئے اے کے ڈی اپرچوئیٹی فنڈ کارپوریٹ KSE-100 انڈیکس کے بیچ مارک 12.28- فیصد کے مقابلہ میں 26.14- فیصد رہا۔

گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف)

مالی سال ۲۰۲۲ کے لئے گولڈن ایرو سٹاک فنڈ کارپوریٹ KSE-100 انڈیکس کے بیچ مارک 12.28- فیصد کے مقابلہ میں 19.27- فیصد رہا۔

اے کے ڈی انڈیکس ٹریڈر فنڈ (اے کے ڈی آئی ٹی ایف)

مالی سال ۲۰۲۲ کے لئے اے کے ڈی انڈیکس ٹریڈر فنڈ کارپوریٹ KSE-100 انڈیکس کے بیچ مارک 12.28- فیصد کے مقابلہ میں 12.18- فیصد رہا۔

اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف)

مالی سال ۲۰۲۲ کے لئے اے کے ڈی کیش فنڈ کارپوریٹ بیچ مارک ریٹرن 9.29 فیصد کے مقابلہ میں 9.64 فیصد رہا۔

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کئے گئے اختیارات کے تحت ۳۰ جون ۲۰۲۲ کو ختم ہونے والے مالی سال کے لئے 4.75170 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمنٹ) کی ٹوٹل ڈسٹریبوشن کی منظوری دی۔

اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی اے آئی ایف)

مالی سال ۲۰۲۲ کے لئے اے کے ڈی ایگریسو انکم فنڈ کارپوریٹ بیچ مارک ریٹرن 11.31 فیصد کے مقابلہ میں 7.23 فیصد رہا۔

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کئے گئے اختیارات کے تحت ۳۰ جون ۲۰۲۲ کو ختم ہونے والے مالی سال کے لئے 3.81178 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمنٹ) کی ٹوٹل ڈسٹریبوشن کی منظوری دی۔

اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی ایس آئی ایف)

مالی سال ۲۰۲۲ کے لئے اے کے ڈی اسلامک انکم فنڈ کارپوریٹ بیچ مارک ریٹرن 3.34 فیصد کے مقابلہ میں 9.39 فیصد رہا۔

چیف ایگزیکٹو نے بورڈ آف ڈائریکٹرز کی طرف سے تفویض کئے گئے اختیارات کے تحت ۳۰ جون ۲۰۲۲ کو ختم ہونے والے مالی سال کے لئے 4.57079 روپے فی یونٹ (بشمول ریفرنڈ آف ایلیمنٹ) کی ٹوٹل ڈسٹریبیوشن کی منظوری دی۔

اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی ایس ایف)

مالی سال ۲۰۲۲ کے لئے اے کے ڈی اسلامک سٹاک فنڈ کا ریٹرن KMI-30 انڈیکس کے ہینچ مارک ریٹرن 10.25- فیصد کے مقابلہ میں 18.72- فیصد رہا۔

میکرو منظر نامہ

(1) عالمی سطح پر اشیاء ضروریہ کی قیمتوں میں غیر معمولی اضافے اور کرنسی کی قدر میں نمایاں کمی کے باعث افراط زر کی بڑھتی ہوئی شرح کے دوران حسابات جاریہ کے بڑھتے ہوئے خسارے کے باوجود پاکستان کی معیشت کی نمو کی رفتار مسلسل تیز رہی اور یہ سٹیٹ بینک آف پاکستان کی توقعات سے بڑھ گئی۔ مالی سال ۲۰۲۲ کے دوران سٹیٹ بینک آف پاکستان افراط زر کے دباؤ کی وجہ سے محتاط رہا اور پالیسی ریٹ کو 675 بیس پوائنٹ بڑھا کر 13.75 فیصد تک لے گیا۔

(2) مالی سال ۲۰۲۲ کے لئے حسابات جاریہ کا خسارہ بڑھ کر 17.32 بلین امریکی ڈالر ہو گیا جو گزشتہ سال کی اسی مدت (ایس پی ایل وائی) کے دوران 2.82 بلین امریکی ڈالر پر پورٹ کیا گیا تھا۔ اس اضافے کی بڑی وجوہات اشیاء ضروریہ کی قیمتوں میں اضافہ، سٹیٹ بینک آف پاکستان کی جانب سے قرضوں کی سہولیات ٹی ای آر ایف ریل ٹی ایف ایف کے تحت پلانٹس اور مشینری کی درآمد اور کووڈ ویکسینز کی درآمد تھیں۔

اشیاء اور خدمات کی تجارت کے توازن میں 44.71 بلین ڈالر کا خسارہ ریکارڈ کیا گیا۔ مزید یہ کہ درآمدات سالانہ 34 فیصد یعنی 13.56 بلین امریکی ڈالر کے اضافے کے ساتھ 84.13 بلین امریکی ڈالر تک پہنچ گئیں۔ تاہم برآمدات بھی 25 فیصد سالانہ اضافہ کے ساتھ 39.42 بلین ڈالر ہو گئیں۔

بیرون ملک مقیم کارکنوں نے بیرونی حسابات کی معاونت جاری رکھی اور ان کی ترسیلات زر سالانہ بنیادوں پر 6 فیصد اضافے کے ساتھ 31.24 بلین ڈالر تک پہنچ گئیں۔ نان ریزیڈنٹ پاکستانیوں کی طرف سے سرمایہ کاری کے حصول کی تسلسل کے ساتھ حکومتی کوششوں کے نتائج بھی سامنے آئے چنانچہ جون ۲۰۲۲ تک روشن ڈیجیٹل اکاؤنٹس کے ذریعے 4 لاکھ 20 ہزار اکاؤنٹس سے 4.61 بلین امریکی ڈالر کی متاثر کن رقم کی ترسیل ہوئی۔

(3) پریس ریلیز کے مطابق فیڈرل بورڈ آف ریونیو (ایف بی آر) نے مالی سال ۲۰۲۲ کے دوران 6.13 ٹریلین روپے کے محصولات جمع کئے جو گزشتہ سال کی اسی مدت کے دوران جمع کئے گئے محصولات 4.74 ٹریلین روپے سے 29 فیصد زیادہ تھے۔

ہمیں یقین ہے ریکارڈ محصولات اس مالی سال کے دوران مستحکم اقتصادی نمو اور سابق حکومت کی ترقی پسند ٹیکس پالیسیوں کا نتیجہ تھے۔ خاص طور سے تاہم ٹیکس جمع کرنے میں نمو محصولات جمع کرنے میں بڑے اضافے کی قیمت پر تھی اور یہ قدرتی طور پر مالی سال ۲۰۲۲ کے دوران درآمدات میں غیر معمولی اضافے کی وجہ سے تھی (کسٹمر ڈیوٹی، سیلز ٹیکس، ود ہولڈنگ ٹیکس)۔ علاوہ ازیں مالی سال ۲۰۲۲ کے دوران مجموعی وصولی بشمول ریفرنڈز اور ری بیٹ ادائیگیاں 29 فیصد اضافے کے ساتھ 6.31 ٹریلین روپے تک پہنچ گئیں جو مالی سال ۲۰۲۱ کے دوران 4.89 ٹریلین روپے تھیں۔

(4) ادارہ برائے شماریات پاکستان (پی بی ایس) کے مطابق مالی سال ۲۰۲۲ میں صارفین کے لئے قیمتوں کا اعشاریہ (این سی پی آئی) سالانہ بنیادوں پر 12.15 فیصد ریکارڈ کیا گیا جو مالی سال ۲۰۲۱ میں سالانہ بنیادوں پر 8.90 فیصد تھا۔ اس کی بنیادی وجوہات میں ایندھن پر سبسڈیز کا خاتمہ، مستقل غذائی افراط زر اور بجلی کی قیمت اور ٹرانسپورٹ کے کرایوں میں اضافہ شامل تھا۔

اوسط بنیادی افراط زر (خوراک اور توانائی کے نرخوں کے علاوہ) کی شرح بڑھ کر شہری علاقوں میں سالانہ بنیادوں پر 8.12 فیصد اور دیہی علاقوں میں بڑھ کر 8.98 ہو گئی جو گزشتہ سال کی اسی مدت کے لئے اسی ترتیب سے 5.98 فیصد اور 7.61 فیصد تھی۔

(5) لارج سکیل مینوفیکچرنگ (ایل ایس ایم) کے شعبے کی نمو مالی سال ۲۰۲۲ میں سالانہ بنیادوں پر 11.7 فیصد رہی جو گزشتہ سال اسی مدت میں 11.2 فیصد ریکارڈ کی گئی تھی۔ زیر جائزہ مدت کے دوران نمو میں بڑا حصہ ٹیکسٹائل، فوڈ، کوک اور پٹرولیم مصنوعات، کیمیکلز اور ملبوسات کا تھا۔ اسی طرح جن شعبوں کی نمو منفی رہی ان میں

ٹرانسپورٹ کے آلات، فہر یکلیڈ میٹر بلیز اور بڑی مصنوعات شامل تھیں۔

ایکویٹی مارکیٹ کا جائزہ

ہنگامہ خیز مالی سال ۲۰۲۲ کے اختتام پر کے ایس ای۔ 100 انڈیکس میں سالانہ بنیادوں پر 12.3 فیصد کمی دیکھی گئی اور یہ بڑے پیمانے پر سیاسی اور معاشی غیر یقینی کے دباؤ میں 41,541 پوائنٹس پر بند ہوا۔ مالی سال ۲۰۲۲ کا آغاز تناؤ میں اضافے کے ساتھ ہوا، جیسا کہ امریکا نے افغانستان میں فوجی جارحیت کے خاتمے کا اعلان کیا، اس کے ساتھ جیو پالیٹیکل بحران نے مقامی سطح پر مالیاتی مشکلات پیدا کیں اور افراط زر سے نمٹنے کے لئے پالیسی ریٹ 13.75 فیصد اضافے کے ساتھ 650 بیس پوائنٹس تک چلا گیا۔ یوکرین پر روس کے بڑے حملے جس سے عالمی سطح پر اشیاء ضروریہ کے نرخ مزید بڑھ گئے، کے نتیجے میں سرمایہ کاروں کے اعتماد کو مزید دھچکا لگا۔ عمران خان کی حکومت کے خاتمے کے بعد سیاسی استحکام کی امید کے پیچھے پایا جانے والا سرمایہ کاروں کا مثبت اعتماد عارضی ثابت ہوا اور حسابات جاریہ کے ناپائیدار خسارے اور غیر ملکی ذرمبادلہ کے ذخائر میں تیزی سے کمی جیسے معاشی حقائق سامنے آئے اور ایسا دکھائی دیا کہ آئی ایم ایف کی معاونت کے بغیر ملک دیوالیہ ہو جائے گا۔ یہ کہنے کی ضرورت نہیں کہ آئی ایم ایف پروگرام کے ذریعے دیوالیہ ہونے سے بچ جانے کے اعتماد کو کچھ حد تک بحال رکھا جبکہ نئی حکومت کی طرف سے مشکل اقتصادی فیصلے ناگزیر تھے۔ مالی سال ۲۰۲۲ کے دوران حصص کا اوسط یومیہ کاروبار سالانہ بنیادوں پر 45 فیصد کمی کے ساتھ 291.47 ملین حصص پر آ گیا۔ اسی طرح، مالی سال ۲۰۲۲ کی چوتھی سہ ماہی کے دوران یومیہ ٹرن اوور 249.45 ملین حصص رہا جو سالانہ بنیادوں پر 63 فیصد کم اور سہ ماہی بنیادوں پر 8 فیصد کم تھا۔

بہت کم ایکویٹی ویلیوایشنز کے باوجود تاریک معاشی منظر نامے اور سرمائے کے حصول میں مشکلات کے باعث مارکیٹ کے شرکاء میں مندی کا رجحان رہا اور آئی ایم ایف پروگرام کے ذریعے فوری ریلیف کا بھی کوئی خاص امکان نہیں تھا۔ مزید یہ کہ نئی حکومت سے آئی ایم ایف کے ساتھ بات چیت کی شرائط کے تحت دونوں خساروں پر قابو پانے کے لئے سبسڈیز کو ختم کرنے، درآمدات کو محدود کرنے اور کارپوریٹ شعبوں پر بھاری ٹیکس عائد کرنے جیسے غیر معمولی اور غیر مقبول اقتصادی اقدامات متوقع تھے۔

کچھ ایسی خبریں آنا شروع ہو گئیں جن سے سرمایہ کاروں کے اعتماد پر دباؤ پڑا

1. روس یوکرین جنگ کے بعد بین الاقوامی سطح پر توانائی کی قیمتوں اضافہ۔
2. مئی ۲۰۲۲ کے دوران حسابات جاریہ کا خسارہ 1.43 بلین امریکی ڈالر کی نمایاں کمی کے ساتھ 15.20 بلین امریکی ڈالر ہو گیا۔
3. سٹیٹ بینک آف پاکستان (ایس بی پی) نے زری پالیسی کے حوالے سے اپنے تازہ ترین اجلاس میں پالیسی ریٹ میں 250 بیس پوائنٹس اضافہ کر کے اسے 13.75 فیصد کر دیا تاکہ بیرونی حسابات پر دباؤ کم کیا جاسکے اور افراط زر کی بگڑتی صورتحال کو بہتر بنایا جاسکے۔
4. وزارت خزانہ کے مطابق سال ۲۰۲۲-۲۰۲۱ کے لئے شرح نمو میں اضافے کا تخمینہ 5.97 فیصد لگایا گیا تھا جو آئی ایم ایف اور عالمی بینک دونوں کے تخمینوں سے زیادہ تھا۔
5. قرضوں کی ادائیگی کی وجہ سے پاکستان کے غیر ملکی زرمبادلہ کے ذخائر کم ہو کر 14.21 فیصد رہ گئے تاہم چین کی طرف سے 2.3 بلین روپے موصول ہونے کے بعد تاخیر کے ساتھ ہی لیکن یہ قابل ذکر طور پر یہ بڑھ کر 16.20 بلین امریکی ڈالر ہو گئے۔
6. ریٹنگ ایجنسی موڈیز نے پاکستان کی آؤٹ لک بیرونی صورتحال سے متاثر ہونے کے خطرات اور حکومت کی طرف سے اضافی بیرونی مالی معاونت کے حصول کی صلاحیت کے غیر یقینی ہونے کی وجہ سے مستحکم سے پھر منفی کر دی۔
7. حکومت نے زیادہ آمدن والے شعبوں بشمول فریٹ لائزر، سٹیل، چینی، سیمنٹ، ٹیکسٹائل، بینکنگ، آئل اینڈ گیس وغیرہ پر 10 فیصد اضافی سپر ٹیکس عائد کرنے کا فیصلہ کیا تاکہ آئی ایم ایف کے ساتھ طے پانے والا ٹیکس جمع کرنے کا 7.42 ٹریلین روپے کا ہدف حاصل کرنے کے لئے ٹیکس کا دائرہ کار بڑھایا جاسکے۔

8 ایف بی آر نے مالی سال ۲۰۲۲ کے دوران 6.13 ٹریلین روپے کے محصولات جمع کئے جو 6.10 ٹریلین روپے کے مقررہ ہدف سے زیادہ تھے اور گزشتہ سال کی اسی مدت میں جمع کئے جانے والے محصولات 4.74 ٹریلین روپے سے 29 فیصد زیادہ تھے۔

غیر ملکی سرمایہ کاروں نے اثاثوں کی فروخت پر زور رکھا اور اس کے نتیجے میں 297.52 ملین امریکی ڈالر مارکیٹ سے نکل گئے۔ افراد، بینکس، ڈی ایف آئیز اور کارپوریٹس بڑے خریدار رہے اور ان کی وجہ سے بالترتیب 157.19 ملین امریکی ڈالر، 115.18 ملین امریکی ڈالر اور 111.01 ملین امریکی ڈالر مارکیٹ میں آئے۔ جبکہ میوچل فنڈز، بروکرز اور انشورنس نے حصص فروخت کئے اور اس سے بالترتیب 128.23 ملین امریکی ڈالر، 20.17 ملین امریکی ڈالر اور 1.15 ملین امریکی ڈالر مارکیٹ سے نکل گئے۔

جوشعے کے ایس ای۔ 100 انڈیکس کو سب سے زیادہ نیچے لے کر آئے ان میں سیمنٹ (41- فیصد)، کمرشل بینک (14- فیصد)، تہباکو (33- فیصد)، آئل اینڈ گیس ایکسپلوریشن (9- فیصد) اور انجینئرنگ (41- فیصد) شامل تھے۔ لیکن کچھ نقصانات پورے بھی ہوئے جن میں متفرق (28 فیصد)، فریٹ لائزر (4 فیصد)، کیمیکل (2 فیصد) مضاربہ جات (59 فیصد) اور رینیل اسٹیٹ انویسٹمنٹ ٹرسٹ (23 فیصد) شامل ہیں۔

ویلیویشن کے لحاظ سے، کے ایس ای۔ 100 انڈیکس فاروڈ پرائس ٹوارنگ ملٹی پل کے 3.88 گنا پر بند ہوا جو ایم ایس سی آئی فرنٹیر مارکیٹس پی راری کے 9.97 گنا کے مقابلہ میں 61 فیصد ڈسکاؤنٹ تھا اور اس کے نتیجے میں حصص کی قیمت 9.83 فیصد بڑھ گئی جو سرمایہ کاری کے لئے ایک پرکشش صورتحال ہے۔

مالیاتی مارکیٹ کا جائزہ

مالی سال ۲۰۲۲ کے دوران سٹیٹ بینک آف پاکستان نے مارکیٹ ٹریڈری بل (ایم ٹی بی) کی 26 نیلامیاں منعقد کروائیں۔

جس سے حکومت 17.13 کھرب روپے کا انتظام کرنے کے قابل ہوئی۔ 3، 6 اور 12 ماہ کے ایم ٹی بیز سے حاصل ہونے والی اوسط رقم بالترتیب 10.16 فیصد، 10.54 فیصد اور 10.53 فیصد تھی جو اسی ترتیب کے ساتھ گزشتہ سال کی اسی مدت کے 7.15 فیصد، 7.29 فیصد اور 7.42 فیصد کے مقابلہ میں 3.01 فیصد، 3.25 فیصد اور 3.11 فیصد زیادہ تھی۔

سرمائے کی ضرورت پر مزید توجہ دیتے ہوئے سٹیٹ بینک آف پاکستان نے فکسڈ ریٹ پاکستان انویسٹمنٹ بانڈ (پی آئی بی) کی 12 نیلامیاں منعقد کرائیں اور ان کے ذریعے 1.84 ٹریلین روپے جمع کرنے میں کامیاب ہوا۔ 3، 5 اور 10 سال کی پی آئی بی کی حقیقی اوسط آمدن گزشتہ سال کی اس مدت کی آمدن 8.44 فیصد، 8.93 فیصد اور 9.45 فیصد کے مقابلہ میں 0.67 فیصد، 10.70 فیصد اور 11.06 فیصد رہی جو اسی ترتیب کے ساتھ 2.23 فیصد، 1.77 فیصد اور 1.61 فیصد زیادہ تھی۔

مانیٹری پالیسی کمیٹی (ایم پی سی) نے بیرونی حسابات کو لاحق خطرات اور افراط زر کے دباؤ کا ادراک کرتے ہوئے دانش مندی کا مظاہرہ کیا اور مالی سال ۲۰۲۲ کے دوران آٹھ (8) مانیٹری پالیسی سٹیٹمنٹس کا اعلان کرتے ہوئے پالیسی ریٹ کو 675 پیس پوائنٹس بڑھا دیا جو 13.75 فیصد اضافے کے برابر تھا۔ اس کا مقصد نظر آنے والے خطرات پر توجہ دینا تھا۔

اس کے علاوہ سٹیٹ بینک آف پاکستان نے مختلف میچورٹیز کے 104 اوپن مارکیٹ آپریشن کئے اور اوسطاً 1.14 کھرب روپے کی رقم اوسطاً 9.42 فیصد کی کٹوتی شدہ آمدن کے ساتھ مارکیٹ میں شامل کی اس کے ساتھ اوسطاً 0.10 ٹریلین روپے اوسطاً 7.22 فیصد کی کٹوتی شدہ آمدن کے ساتھ حاصل کئے۔

اگست تا اکتوبر ۲۰۲۲ کے نیلامی کیلینڈر کے مطابق، سٹیٹ بینک آف پاکستان 3 سے 12 ماہ کی مدت کے ایم ٹی بی کے اجرا سے 5.73 کھرب روپے کی رقم میچور کرنے کے برخلاف 5.35 کھرب روپے حاصل کرنے کا ہدف رکھتا ہے۔ اس کے علاوہ، سٹیٹ بینک آف پاکستان اسی مدت کے دوران 3 سے 30 سال کی مدت کے فکسڈ ریٹ پی آئی بی کے ذریعے 525 ارب روپے بھی جمع کرنے کا ہدف رکھتا ہے۔

کارپورٹ اور فنانشل رپورٹنگ فریم ورک کا بیانیہ

- (اے) کمپنی کی طرف سے تیار کردہ مالیاتی گوشوارہ فنڈز کے امور کی صورتحال، ان کے آپریشنز منہج، رقوم کی منتقلی اور یونٹ ہولڈرز کے فنڈز کی سرگرمیوں کی بڑی واضح تصویر پیش کرتا ہے۔
- (بی) فنڈ کے اکاؤنٹ کا باقاعدہ حساب رکھا گیا ہے۔
- (سی) مالیاتی گوشواروں اور معقول اور دانشمندانہ اندازوں کی بنیاد پر مالیاتی گوشواروں کی تیاری میں مناسب اکاؤنٹنگ پالیسیوں کا تسلسل کے ساتھ اطلاق کیا گیا۔
- (ڈی) مالیاتی گوشواروں کی تیاری میں پاکستان میں قابل اطلاق انٹرنیشنل فنانشل رپورٹنگ سٹینڈرڈز کی پیروی کی گئی اور جہاں بھی ان معیارات سے انحراف کیا گیا وہاں اس کا واضح طور پر اظہار کر دیا گیا۔
- (ای) اندرونی کنٹرول کا نظام اپنے ڈیزائن کے لحاظ سے مضبوط ہے اور اس کی موثر نگرانی کی جاتی ہے۔
- (ایف) فنڈ کے بطور ادارہ کام کرتے رہنے کی اہلیت پر کوئی شبہ نہیں ہے۔
- (جی) مالیاتی گوشواروں میں قانونی ادائیگیاں، ٹیکسسز، ڈیویڈنڈز، لیویز اور چارجز اگر کوئی تھے تو وہ مالیاتی گوشواروں میں واضح انداز میں بیان کر دیئے گئے ہیں۔
- (ایچ) بنیادی مالیاتی اعداد و شمار کارکردگی کے جدول فنڈ کے مالیاتی گوشواروں کے ساتھ منسلک کئے گئے ہیں۔
- (آئی) یونٹ ہولڈنگز کا پیٹرن فنڈز کے مالیاتی گوشواروں کے ساتھ منسلک ہے۔
- (جے) بورڈ آف ڈائریکٹرز اور ڈٹ کمیٹی کے اجلاسوں میں ڈائریکٹرز کی شرکت کی تفصیل ذیل میں دی گئی ہے۔

اجلاس میں شرکت

نمبر شمار	ڈائریکٹر کا نام	۲۷ اپریل ۲۰۲۲	۲۵ فروری ۲۰۲۲	۲۹ اکتوبر ۲۰۲۱	۲۹ ستمبر ۲۰۲۱	شرکت	رخصت
1.	جناب عبدالکریم	ہاں	ہاں	ہاں	ہاں	4	0
2.	جناب عمران موتی والا	ہاں	ہاں	ہاں	ہاں	4	0
3.	محترمہ انعم ڈھیڈی	ہاں	ہاں	ہاں	ہاں	4	0
4.	جناب صائم مصطفیٰ زبیری	ہاں	ہاں	ہاں	ہاں	4	0
5.	جناب علی وہاب صدیقی	ہاں	ہاں	ہاں	ہاں	4	0
6.	جناب حسن احمد	ہاں	ہاں	ہاں	ہاں	4	0
7.	محترمہ عائشہ احمد	ہاں	ہاں	ہاں	ہاں	4	0

اجلاس میں شرکت

نمبر شمار	ڈائریکٹر کا نام	۲۶ اپریل ۲۰۲۲	۲۵ فروری ۲۰۲۲	۲۹ اکتوبر ۲۰۲۱	۲۸ ستمبر ۲۰۲۱	شرکت	رخصت
1.	جناب علی وہاب صدیقی	ہاں	ہاں	ہاں	ہاں	4	0
2.	جناب حسن احمد	ہاں	ہاں	ہاں	ہاں	4	0
3.	جناب صائم مصطفیٰ زبیری	نہیں	ہاں	نہیں	نہیں	3	1

(کے) مینجمنٹ کمپنی کے ڈائریکٹرز، سی ای او، سی ایف او، سی آئی او، سی او، کمپنی سیکرٹری اور ان کی شریک حیات اور نابالغ بچوں نے فنڈز کے نوٹس میں کوئی لین دین

نہیں کیا سوائے ذیل میں درج کے اور یہ مالیاتی گوشواروں کے نوٹ میں موجود ہے۔

نمبر شمار	ٹریڈ کنندہ	عہدہ	سرمایہ کاری (یونٹس کی تعداد)	کیش کرائے گئے یونٹس کی تعداد
اے کے ڈی کیش فنڈ				
1	عمران موتی والا	سی ای او اینڈ ڈائریکٹر	37,302	37,302
2	حسن احمد	ڈائریکٹر	41,620	41,767
3	سحر عمران موتی والا	شریک حیات۔ سی ای او و ڈائریکٹر	136,394	136,394
4	محمد امین یعقوب	نابالغ بچہ۔ سی او او اور کمپنی سیکرٹری	18,062	18,062
5	عبدالرحمن یعقوب	نابالغ بچہ۔ سی او او اور کمپنی سیکرٹری	18,062	18,062
6	عائشہ یعقوب	نابالغ بچہ۔ سی او او اور کمپنی سیکرٹری	18,062	18,062
اے کے ڈی اسلامک انکم فنڈ				
1	عمران موتی والا	سی ای او اینڈ ڈائریکٹر	338,360	338,360
2	محمد منیر	سی ایف او	-	854
3	انعم ڈھیڈی	سی آئی او اور ڈائریکٹر	82,504	-
4	سحر عمران موتی والا	شریک حیات سی ای او اور ڈائریکٹر	447,569	447,569
5	امیر عارف ڈاگھا	شریک حیات سی آئی او اور ڈائریکٹر	282,997	-
6	محمد یعقوب	سی او او اور کمپنی سیکرٹری	78,228	78,079
7	عائشہ یعقوب	نابالغ بچہ۔ سی او او اور کمپنی سیکرٹری	16,388	16,388
8	محمد امین یعقوب	نابالغ بچہ۔ سی او او اور کمپنی سیکرٹری	16,388	16,388
9	عبدالرحمن یعقوب	نابالغ بچہ۔ سی او او اور کمپنی سیکرٹری	16,388	16,388
اے کے ڈی اسلامک سٹاک فنڈ				
1	عمران موتی والا	سی ای او اینڈ ڈائریکٹر	189,461	187,224
2	انعم ڈھیڈی	سی آئی او اور ڈائریکٹر	-	100,314
3	سحر عمران موتی والا	شریک حیات۔ سی ای او و ڈائریکٹر	204,865	356,205
4	محمد یعقوب	سی او او اور کمپنی سیکرٹری	-	10,646
اے کے ڈی اپر چیونٹی فنڈ				
1	عمران موتی والا	سی ای او اور ڈائریکٹر	46,681	93,894

21,385	-	ڈائریکٹر	حسن احمد	2
66,087	66,087	شریک حیات۔ سی ای او اور ڈائریکٹر	سحر عمران موتی والا	3
137,627	-	شریک حیات۔ سی آئی او اور ڈائریکٹر	امیر عارف ڈاگھا	4
35,945	-	سی او اور کمپنی سیکرٹری	محمد یعقوب	5
5,519	-	نابالغ بچہ۔ سی او اور کمپنی سیکرٹری	عائشہ یعقوب	6
5,519	-	نابالغ بچہ۔ سی او اور کمپنی سیکرٹری	محمد امین یعقوب	7
5,519	-	نابالغ بچہ۔ سی او اور کمپنی سیکرٹری	عبدالرحمن یعقوب	8
41,548	-	شریک حیات۔ سی او اور کمپنی سیکرٹری	ملیحہ یعقوب	9
گولڈن ایروشاک فنڈ				
419,771	151,145	سی ای او اور ڈائریکٹر	عمران موتی والا	1
3,241	3,241	ڈائریکٹر	حسن احمد	2
101,306	67,743	نابالغ بچہ۔ سی او اور کمپنی سیکرٹری	عائشہ یعقوب	3
101,306	67,743	نابالغ بچہ۔ سی او اور کمپنی سیکرٹری	محمد امین یعقوب	4
101,306	67,743	نابالغ بچہ۔ سی او اور کمپنی سیکرٹری	عبدالرحمن یعقوب	5

منجمنٹ کمپنی کے بورڈ آف ڈائریکٹران کی تشکیل

i۔ ڈائریکٹرز کی مجموعی تعداد درج ذیل ہے:

* (اے) مرد 5

* (بی) خاتون 2

ii۔ بورڈ آف ڈائریکٹرز کی تشکیل درج ذیل ہے:

* آزاد ڈائریکٹرز 3

* نان ایگزیکٹو ڈائریکٹرز 5

* ایگزیکٹو ڈائریکٹرز 2

* خاتون ڈائریکٹرز 2

منجمنٹ کمپنی کی ریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی انویسٹمنٹ منجمنٹ لمیٹڈ (اے کے ڈی آئی ایم ایل) کو ۳۰ جون ۲۰۲۲ کو AM3++ (اے ایم تھری پلس پلس) کی ایسٹ نیچر ریٹنگ دی ہے۔

فنڈ کی ریٹنگ

اے کے ڈی ایچ اوٹی فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی ایچ اوٹی فنڈ (اے کے ڈی او ایف) کو 4 فروری 2022 کو (گزشتہ 36 ماہ (3 سال) اور گزشتہ 60 ماہ (5 سال) کی مدت کے لئے کارکردگی کی بنیاد پر) طویل مدتی درجہ میں 5 سٹار پر فارمنس ریٹنگ دی ہے اور 12 ماہ (1 سال) کی مدت کے لئے کارکردگی کی بنیاد پر قلیل مدتی درجہ میں 4 سٹار پر فارمنس ریٹنگ دی ہے۔

اے کے ڈی کیش فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی کیش فنڈ (اے کے ڈی سی ایف) کو 8 مارچ 2022 کو 13 دسمبر 2021 کو ختم ہونے والی مدت کے لئے AA+(f) (ڈبل اے پلس فنڈ سٹیبیلیٹی ریٹنگ) دی ہے

اے کے ڈی ایگریسو انکم فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی ایگریسو انکم فنڈ (اے کے ڈی سی ایف) کو 7 مارچ 2022 کو 13 دسمبر 2021 کو ختم ہونے والی مدت کے لئے A+(f) (سنگل اے پلس فنڈ سٹیبیلیٹی ریٹنگ) دی ہے

گولڈن ایرو سٹاک فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے گولڈن ایرو سٹاک فنڈ (جی اے ایس ایف) کو 4 فروری 2022 کو (گزشتہ 36 ماہ (3 سال) اور گزشتہ 60 ماہ (5 سال) کی مدت کے لئے کارکردگی کی بنیاد پر) طویل مدتی درجہ میں 5 سٹار پر فارمنس ریٹنگ دی ہے اور 12 ماہ (1 سال) کی مدت کے لئے کارکردگی کی بنیاد پر قلیل مدتی درجہ میں 5 سٹار پر فارمنس ریٹنگ دی ہے۔

اے کے ڈی اسلامک انکم فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی اسلامک انکم فنڈ (اے کے ڈی آئی ایس آئی ایف) کو 8 مارچ 2022 کو 13 دسمبر 2021 کو ختم ہونے والی مدت کے لئے A+(f) (سنگل اے پلس فنڈ سٹیبیلیٹی ریٹنگ) دی ہے۔

اے کے ڈی اسلامک سٹاک فنڈ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے اے کے ڈی اسلامک سٹاک فنڈ (اے کے ڈی آئی ایس ایس ایف) کو 4 فروری 2022 کو (گزشتہ 36 ماہ (3 سال) اور گزشتہ 60 ماہ (5 سال) کی مدت کے لئے کارکردگی کی بنیاد پر) طویل مدتی درجہ میں 3 سٹار پر فارمنس ریٹنگ دی ہے اور 12 ماہ (1 سال) کی مدت کے لئے کارکردگی کی بنیاد پر قلیل مدتی درجہ میں 5 سٹار پر فارمنس ریٹنگ دی ہے۔

ہولڈنگ کمپنی

اے کے ڈی گروپ ہولڈنگز (پرائیویٹ) لمیٹڈ (قبل ازیں: عقیل کریم ڈھیدی سکیورٹیز (پرائیویٹ) لمیٹڈ) اے کے ڈی انویسٹمنٹ منیجمنٹ لمیٹڈ کی ہولڈنگ کمپنی ہے اور کمپنی کے 99.97 فیصد آؤٹ سٹینڈنگ آرڈنری حصص رکھتی ہے۔

آڈیٹرز کی تعیناتی

بورڈ نے میسرز یوسف عادل، چارٹرڈ اکاؤنٹنٹس کو اے کے ڈی ایئر چیئرمین فنڈ، اے کے ڈی اینڈیکس ٹریڈر فنڈ، اے کے ڈی کیش فنڈ اور اے کے ڈی ایگریسواکٹم فنڈ کے لئے دوبارہ قانونی آڈیٹر تعینات کیا ہے اور میسرز ریاض احمد اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کو آڈٹ کمیٹی کی سفارش پر سال ۲۰۲۲-۲۰۲۳ کے لئے گولڈن اریو سٹاک فنڈ کے لئے قانونی آڈیٹر مقرر کیا ہے۔

موجودہ آڈیٹر میسرز یوسف عادل، چارٹرڈ اکاؤنٹنٹس اے کے ڈی اسلامک انکم فنڈ اور اے کے ڈی اسلامک سٹاک فنڈ کے آڈیٹرز کی حیثیت سے اپنے پانچ سال مکمل کر کے سبکدوش ہو رہے ہیں۔ این بی ایف سی ریگولیشنز ۲۰۰۸ کی شرائط کے مطابق اس سال آڈیٹرز کو تبدیل کیا جانا ہے۔ بورڈ نے آڈٹ کمیٹی کی سفارش پر میسرز ریاض احمد اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کو اے کے ڈی اسلامک انکم فنڈ اور اے کے ڈی اسلامک سٹاک فنڈ کے لئے سال ۲۰۲۲-۲۰۲۳ کے لئے قانونی آڈیٹر مقرر کیا ہے۔

اظہار تشکر

ڈائریکٹر صاحبان اس موقع پر سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، وزارت خزانہ، سٹیٹ بینک آف پاکستان اور پاکستان سٹاک ایکسچینج کی انتظامیہ کی طرف سے مسلسل معاونت اور تعاون پر ان کا شکریہ ادا کرتے ہیں۔ بورڈ اے کے ڈی انویسٹمنٹ مینجمنٹ لمیٹڈ کے عملہ اور افسران کی مخلصانہ کارکردگی کو بھی سراہتا ہے۔ بورڈ کمپنی پر اعتماد کا اظہار کرنے والے سرمایہ کاروں کا بھی شکریہ ادا کرتے ہیں۔

مستقبل کی پیش بینی

آئی ایم ایف کے بورڈ آف ڈائریکٹرز کی طرف سے 1.1 بلین امریکی ڈالر کی قسط کے اجرا کی منظوری جسے پروگرام سے منسلک سخت شرائط کے جائزے میں مثبت انداز سے دیکھا گیا، کے مثبت نتائج ایک ایسے وقت سامنے آنا شروع ہو گئے ہیں جب سست روی کا شکار معیشت کے پس منظر میں حکومت کی طرف سے مالیاتی نظم کو یقینی بنانے اور ناگزیر استحکام کے لئے کئی اقدامات اٹھائے گئے۔ تاہم جولائی اور اگست ۲۰۲۲ کے دوران تباہ کن سیلاب معیشت میں مزید سست روی لائے گا کیونکہ اس سے بڑی فصلوں (خاص طور پر کپاس) کی پیداوار میں نقصان اور انفراسٹرکچر اور گھروں کو بڑے پیمانے پر نقصان سے زرعی شعبہ شدید متاثر ہوگا۔ اب جبکہ حکومت اس تباہی سے نمٹنے کی سعی میں مصروف ہے، سیلاب سے مالی نقصان کا تخمینہ 10 بلین امریکی ڈالر بتایا جا رہا ہے جو جی ڈی پی کے تقریباً 3.0 فیصد کے برابر ہے۔ معیشت کو نقصان کے تخمینے سے متعلق غیر یقینی اور رواں مالی سال کے دوران جی ڈی پی میں نمو کے تخمینے میں مزید کمی کے امکان کے ساتھ ساتھ بین الاقوامی سطح پر اشیاء ضروریہ کی قیمتوں میں اضافہ سرمایہ کاری کے رجحان کو سست کرے گا۔

کہا یہ گیا کہ آئی ایم ایف قرضہ پروگرام کی بحالی ملٹی لیٹرل لینڈرز اور گلوبل فنڈنگ کی طرف سے بیرونی فنڈنگ کے مزید راستے کھلنے کی راہ ہموار کرے گا جو ہمارے بیرونی حسابات کو اس وقت شدت سے درکار معاونت فراہم کرے گا اور اس سے ایکسچینج ریٹ کے غیر معمولی اتار چڑھاؤ میں کمی آئے گی۔ زیادہ اہم یہ ہے کہ حالیہ سیلاب کے بعد بین الاقوامی ڈونرز اور مقامی عطیات سے مزید معاونت یقیناً حوصلہ افزا ہوگی کیونکہ اس سے بحالی کی کوششوں کے لئے سرمایہ اور اشیاء فراہم ہوں گی اور اس کے نتیجے میں اقتصادی سرگرمیوں میں تیزی آئے گی۔ توقع ہے کہ رواں کیلنڈر سال ۲۰۲۲ کی چوتھی سہ ماہی کے دوران پاکستان کے بیرونی قرضوں کی ادائیگی (سود کا عنصر) 862 ملین امریکی ڈالر ہے اور دسمبر میں انٹرنیشنل سکوک سے ایک بلین امریکی ڈالر کی متوقع وصولی سے پاکستانی روپے کی قدر میں اتار چڑھاؤ کی توقع رہے گی۔ اس کے علاوہ معاشی استحکام اور عالمی کساد بازاری کے خوف کے ساتھ بین الاقوامی سطح پر اشیاء ضروریہ کے نرخوں میں کمی مالی سال ۲۰۲۳ کی دوسری ششماہی میں افراط زر کے دباؤ کے محدود رہنے کی توقع ہے۔

کے ایس ای۔ 100 انڈیکس اس وقت خطے کی اوسط 12.8 گنا کے مقابلہ میں 4.3 گنا کی پرکشش پی ای آر پریٹریڈنگ کر رہا ہے۔ یہ اس وقت خطے میں حصص کی قیمتوں میں اوسطاً 2.9 فیصد کے مقابلہ میں 8.5 فیصد اضافہ دے رہا ہے۔

ہم ان سٹاکس کا انتخاب کرتے ہیں جن کے بلند شرح سود اور روپے کی قدر میں کمی سے نسبتاً محفوظ رہنے کے امکانات ہیں جبکہ بحالی کا عمل منافع اور پیداوار کی کمی اور زیادتی کے ادوار رکھنے والے شعبوں کو نمایاں رکھے گا۔

برائے ومنجانب بورڈ

عبدالکریم
چیئر مین

عمران موتی والا
چیف ایگزیکٹو آفیسر

کراچی
28 ستمبر 2022



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