AKD Investment Management Ltd. AKD

INDEX TRACKER FUND

Fund Manager:
Ahmed Hassan
Muhammad Yaqoob

Base Currency of Fund:
PkR

Total Units:
30,032,816 Units

Assets under Management:
PkR.344.01mn

Dividend Yield for FY07:
5.24%

Type of Fund:
Open-end

Date of Fund Launch:
October, 2005

Fund Index:
KSE-100 Index

Net Asset Value (30th June 08):
PkR 11.45

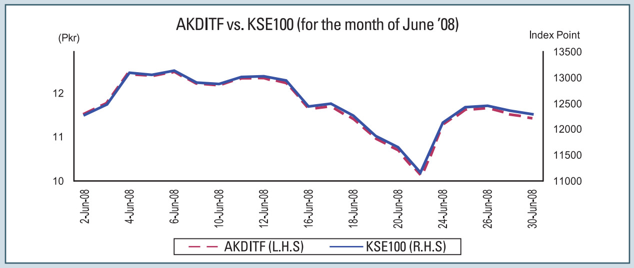
KSE Symbol:
AKDITF

Management Fee:
0.75% (exceptionally low fees for Passive managment)

Sales Load:
1% Front-end

Financial Year:
July 1st - June 30th

Auditor:
M. Yousaf Adil Saleem & Co.



	YoY	1 Month	3 Months	6 Months	1 Year
KSE 100	-10.77%	1.31%	-18.75%	-12.70%	-10.77%
AKD Index Tracker Fund	-15.12%	0.62%	-19.65%	-13.65%	-15.12%

Fund Performance

The market witnessed mixed sentiments this month as bears continued to play with investor confidence. The benchmark KSE-100 Index started the month on a positive note, as capital gain tax was deferred for another two years. However, the bullish movement was short-lived, as investors got increasingly worried about the domestic economic situation exacerbated by liquidity crunch. Record oil prices, high inflation numbers and more importantly high interest rates made their impact on the KSE-100 Index, as weak holders were forced to offload their long positions. SECP and KSE intervened to limit the downside by restricting short-selling and modifying the circuit breakers for a month. The active response led to a strong and brief rally allowing the KSE-100 Index to recover 1,268 points in two trading sessions. However, lack of positive news and active foreign selling kept the market in check and the last few trading session witnessed low volumes with bears again dominating the market.

Going forward, result season will start from mid-August, which in our view should allow greater trading activity and with cheap valuations the market should be able to attract long-term investors.

AKD Index Tracker Fund is a passively managed fund. However, the fund managers continued to fine tune the portfolio to minimize the tracking error and manage liquidity.

Investment Objective:

To track the return of the KSE-100 index up to 85% accuracy, providing investors with a high quality, indepth diversification instrument.

Top 5 holdings (30 June '08)

Security Name	%
OGDC	15.82
MCB	6.52
PPL	5.35
PTC	4.63
HBL	4.63

Portfolio Details

Statistics	%
Equity	97.59
Debt	0
Cash	2.41

Sector Breakdown (% of NAV) 30th June 2008