AKD Index Tracker Fund

For the month ending April 2010

Fund activity during the month:
AKD Index Tracker fund posted a return of 1.91% in the month of April 2010, whereas the benchmark increased by 2.46%. The fund posted a tracking error of 0.54% for the period.

In the beginning of the month, KSE-100 had a regular semi annual rebalancing. In order to track the index, we had to rebalance our fund. We implemented the rebalancing strategy based on certain standards such as minimum stock weightage limits and daily volumetric limits in order to provide our investors a more encompassing tracking vehicle, having only systematic market risk and lowering transaction costs. The slight underperformance during April was also due to timing issues as certain illiquid stocks took longer time to buy and sell thus impacting the NAV negatively.

Going forward, we expect this replication strategy to focus on ongoing deviations, and bring the tracking risk with in the limits of 5-7%, much lesser than the 15% limit defined in our Offering Document

Investment Objective

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

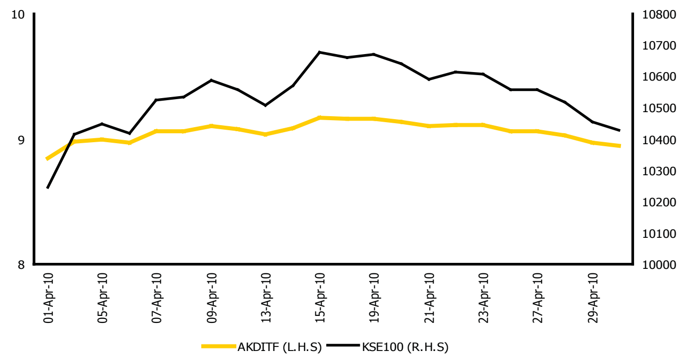
Fund Information

Fund Type	Open-end
Category	Equity
Date of Fund launch	October, 2005
Assets under Management	171.536mn
NAV (31st Mar 2010)	8.95
Benchmark	KSE100 Index
Dealing Days	Mon to Fri
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	0.75% (exceptionally low fees for Passive management)
Trustee	CDC
Auditor	M. Yousaf Adil Saleem & Co.
Asset Manager Rating	AM3

Investment Committee Members

Mr. Nadeem Naqvi	Mr. Muhammad Yaqoob
Mr. Amin Hussain	Mr. Ahmed Hassan
Mr. Imran Motiwala	Mr. Danish Owais

Fund Performance



	YTD	1 Month	3 Month	6 Month	1 Year
KSE 100	45.60%	2.45%	8.47%	13.85%	44.79%
AKDITF	40.94%	1.94%	8.75%	14.16%	41.17%

Top Ten Equity Holdings

Oil and Gas Development	20.00%	National Bank	3.88%
Pakistan Petroleum	6.94%	Pakistan Telecommunication	3.22%
Muslim Commercial Bank	6.27%	United Bank	3.21%
Uni Lever Pakistan	5.02%	Fauji Fertilizer Company	2.66%
Habib Bank	3.94%	Engro Foods	2.33%

Asset Allocation (% of NAV)	Mar 31, 2010	Apr 30, 2010
Equities	95.56%	95.56%
Fixed Income	0.00%	0.00%
Cash	4.44%	4.44%
Leverage	NIL	NIL

Sector Allocation (% of NAV)	Mar 31, 2010	Apr 30, 2010
Oil & Gas	33.59%	34.85%
Banks	24.58%	24.67%
Chemicals	8.78%	9.00%
Food Producers	7.09%	5.63%
Electricity	3.22%	3.27%