# AKD Index Tracker Fund

*For the month ending November 2010*

**Fund activity during the month:**

For the financial year to date period (Jul-Nov, 2010) AKD Index Tracker Fund (AKDITF) posted a return of 14.20% versus KSE-100 return of 15.56%. The Fund reported a rise of 5.50% against 6.00% by the benchmark in the month ended November 30, 2010.

Deviation from the benchmark return was owing to volatile investment flows during the period. We have revised our internal policy of maintaining minimum cash balances and revamped our management system to enable prompt actions to be taken while keeping the procedure transparent and free from fund manager bias. We presently track over 98% of the Index to extend coverage and minimize the potential for tracking error widening.

The Investment Committee is committed to curtailing the tracking error of the Fund to best capture the returns of the KSE-100. The combination of low-cost and market returns makes AKDITF an ideal vehicle for cost-conscious investors to gain exposure to the leading companies that are included in the KSE-100 Index and benefit from broad sector diversification within the Pakistan equity market. As such, the AKDITF is a useful savings vehicle to be combined with other savings to provide a diversified long-term investment portfolio for individual and institutional investors.

### Investment Objective

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

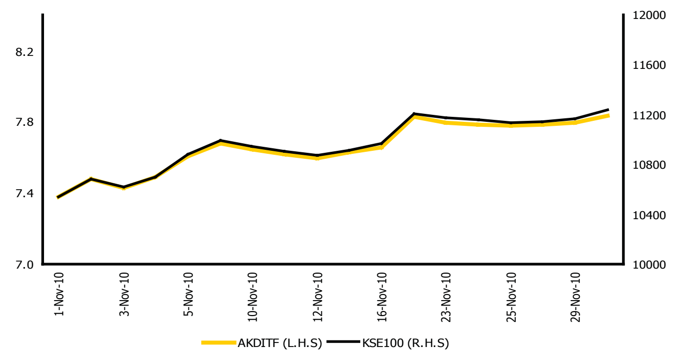
### Fund Information

| | |
|---|---|
| **Fund Type** | Open-end |
| **Category** | Equity |
| **Date of Fund launch** | October, 2005 |
| **Assets under Management** | 177.616mn |
| **NAV (30th Nov 2010)** | PkR 7.86 |
| **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. Imran Motiwala
Mr. Amin Hussain
Mr. Muhammad Yaqoob
Mr. Ahmed Hassan

### Fund Performance




| | FYTD | 1 Month | 3 Month | 6 Month | 1 Year |
|---|---|---|---|---|---|
| **KSE 100** | 15.56% | 6.00% | 14.49% | 20.46% | 22.03% |
| **AKDITF** | 14.20% | 5.50% | 13.58% | 15.75% | 17.36% |

### Top Ten Equity Holdings

| | | | |
|---|---|---|---|
| Oil and Gas Development | 24.06% | National Bank | 3.12% |
| Pakistan Petroleum | 8.38% | Fauji Fertilizer Company | 2.64% |
| Muslim Commercial Bank | 5.39% | United Bank Limited | 2.53% |
| Habib Bank LImited | 3.67% | Pakistan Telecommunication | 2.51% |
| Nestle Pakistan | 3.20% | Pakistan Oilfields Limited | 2.20% |

| Asset Allocation (% of Total Assets) | Oct 29, 2010 | Nov 30, 2010 |
|---|---|---|
| Equities | 95.85% | 96.50% |
| Fixed Income | 0.00% | 0.00% |
| Cash | 4.15% | 3.50% |
| Leverage | NIL | NIL |

| Sector Allocation (% of NAV) | Oct 29, 2010 | Nov 30, 2010 |
|---|---|---|
| Oil & Gas | 38.66% | 39.18% |
| Banks | 21.70% | 21.68% |
| Chemicals | 8.26% | 8.38% |
| Food Producers | 6.07% | 5.94% |
| Electricity | 3.00% | 2.99% |