AKD Index Tracker Fund

For the month ending October 2010

Fund activity during the month:
AKD Index Tracker Fund (AKDITF) posted a return of 5.67% in October 2010 versus KSE-100 return of 5.84% and 9.27% in Financial YTD. AKDITF Fund size rose by 7% during October to close at PkR 167mn on Oct 29, 2010.

During the month bonus shares that were received from a fertilizer company were sold off in the market to bring the fund in compliance with regulations. 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.

Going forward, we expect the KSE-100 to continue showing improved performance owing to flows from foreign investors as a result of increased liquidity in global markets as well as on the back of potential positive outcome for the implementation of the margin financing product. The trading range of KSE is expected to rise going forward and to remain potentially in the 10,500-11,500 range.

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.

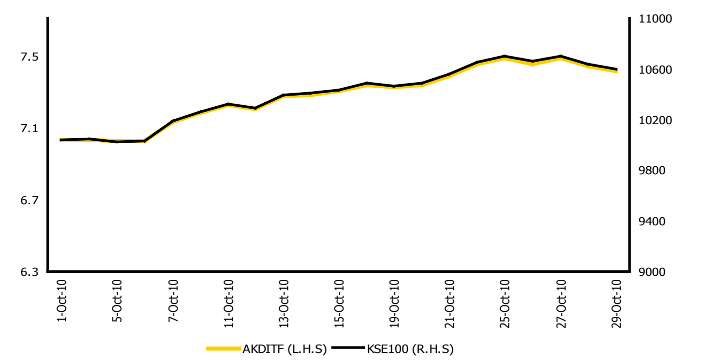
Fund Information

Fund Type	Open-end
Category	Equity
Date of Fund launch	October, 2005
Assets under Management	166.994mn
NAV (29th Oct 2010)	PkR 7.45
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	9.02%	5.84%	0.75%	1.63%	15.71%
AKDITF	8.24%	5.67%	0.27%	-1.12%	12.88%

Top Ten Equity Holdings

Oil and Gas Development	24.22%	National Bank	3.19%
Pakistan Petroleum	8.08%	Fauji Fertilizer Company	2.65%
Muslim Commercial Bank	5.55%	United Bank Limited	2.53%
Habib Bank LImited	3.66%	Pakistan Telecommunication	2.53%
Nestle Pakistan	3.28%	Engro Corporation	2.11%

Asset Allocation (% of Total Assets)	Sep 30, 2010	Oct 29, 2010
Equities	96.97%	95.85%
Fixed Income	0.00%	0.00%
Cash	3.03%	4.15%
Leverage	NIL	NIL

Sector Allocation (% of NAV)	Sep 30, 2010	Oct 29, 2010
Oil & Gas	39.15%	38.66%
Banks	21.90%	21.70%
Chemicals	8.48%	8.26%
Food Producers	6.17%	6.07%
Electricity	3.25%	3.00%