AKD Index Tracker Fund

For the month ending June 2010

Fund activity during the month:

For both, the month of June and six months ending June 30 2010, AKD Index Tracker Fund (AKDITF) was the best performing open-end equity fund. For the six-month period AKDITF posted a return of 3.37% versus KSE-100 Index's return of 3.57%. The underperformance of 0.2% is a testament of narrowing tracking error which the management of AKD Investment Management is constantly endeavoring to achieve. For the month of June 2010, AKDITF provided a return of 3.50% versus KSE-100 Index's return of 4.24%. The somewhat higher discrepancy of 0.74% was due to larger cash balances held at the beginning of the month in view of market volatility but this cash was redeployed during the latter part of the month to take advantage of lower market levels.

The above noted performance of the AKD Index Tracker Fund demonstrates that once an investor has taken the asset allocation decision to obtain exposure in equities, the Index Tracker Fund is a good vehicle to invest in without worrying about an equity fund manager's strategy, style or competence. Given our view of attractive valuations and nearly 8% forward dividend yield on KSE-100 Index, The AKD Index Tracker would appear to be a good choice for obtaining a diversified exposure in Pakistan equities over a 12-month investment horizon

Investment Objective

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

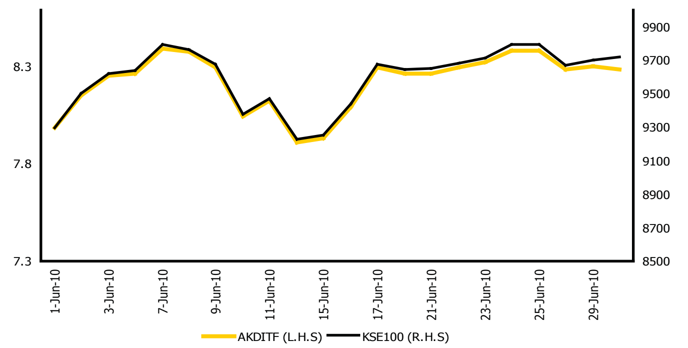
Fund Information

Fund Type	Open-end
Category	Equity
Date of Fund launch	October, 2005
Assets under Management	153.510mn
NAV (30th June 2010)	8.28
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	Mr. Danish Owais

Fund Performance



	YTD	1 Month	3 Month	6 Month	1 Year
KSE 100	35.74%	4.24%	-4.49%	3.57%	35.74%
AKDITF	30.39%	3.50%	-5.69%	3.37%	30.39%

Top Ten Equity Holdings

Oil and Gas Development	24.58%	Nestle Pakistan	3.08%
Pakistan Petroleum	7.39%	Fauji Fertilizer Company	2.82%
Muslim Commercial Bank	5.95%	Pakistan Telecommunication	2.71%
Habib Bank LImited	3.93%	United Bank Limited	2.68%
National Bank	3.48%	Engro Corporation	2.29%

Asset Allocation (% of NAV)	May 31, 2010	Jun 30, 2010
Equities	96.80%	98.12%
Fixed Income	0.00%	0.00%
Cash	3.20%	1.88%
Leverage	NIL	NIL

Sector Allocation (% of NAV)	May 31, 2010	Jun 30, 2010
Oil & Gas	37.49%	38.48%
Banks	23.35%	24.23%
Chemicals	8.70%	8.53%
Food Producers	5.66%	5.81%
Electricity	3.37%	3.35%