Funds Managed by:

AKD Investment Management Ltd.

1st Quarter Report
September 30, 2017
(Un-audited)

quarterly report

AKD OPPORTUNITY FUND

AKD INDEX TRACKER FUND

AKD CASH FUND

AKD AGGRESSIVE INCOME FUND

Partner with AKD Profit from the Experience

AKD Investment Management Ltd.

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MANAGEMENT COMPANY

AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000

*BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Chairman
Mr. Abdul Karim

***Director & Chief Executive Officer**
Mr. Imran Motiwala

Directors
Ms. Anum Dhedhi
Mr. Ali Wahab Siddiqui
Mr. Hasan Ahmed
Mr. Saim Mustafa Zuberi
Ms. Aysha Ahmed

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Munir Abdullah

CHIEF OPERATING OFFICER AND COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob

HEAD OF INTERNAL AUDIT OF THE MANAGEMENT COMPANY

Ms. Noureen Nadir Ali

HEAD OF COMPLIANCE OF THE MANAGEMENT COMPANY

Mr. Rashid Ahmed

AUDIT COMMITTEE

Mr. Ali Wahab Siddiqui (Chairman)
Mr. Hasan Ahmed (Member)
Mr. Saim Mustafa Zuberi (Member)
Ms. Noureen Nadir Ali (Secretary)

HUMAN RESOURCE AND REMUNERATION (HR & R) COMMITTEE

Mr. Abdul Karim (Chairman)
Mr. Imran Motiwala (Member)
Mr. Saim Mustafa Zuberi (Member)

RATING

AKD Investment Management Ltd. (AMC)
AM3++ (AM Three Plus Plus) issued by PACRA

*Election of Directors was held on October 10, 2017.
Approval is pending from SECP.

CORPORATE INFORMATION

Vision

To serve investors in Pakistan's capital markets with diligence, integrity and professionalism, thereby delivering consistent superior returns and unparalleled customer service.

Mission Statement

AKD Fund shall continuously strive to:

- *Keep primary focus on investing clients' interest*
- *Achieve highest standards of regulatory compliance and good governance*
- *Prioritize risk management while endeavoring to provide inflation adjusted returns on original investment*
- *Enable the investing public and clients to make AKDIML Funds a preferred part of their overall savings and investment management strategy*
- *Distinguish themselves and compete on the basis of unparalleled service quality while setting industry standards for professionalism, transparency and consistent superior performance*
- *Foster and encourage technical, professional, ethical development of human capital to provide our people the best opportunities and environment for their personal growth*

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited (AKDIML), the Management Company of AKD Opportunity Fund (AKDOF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF) and AKD Aggressive Income Fund (AKDAIF) is pleased to present interim report along with the Funds' accounts for the 1st quarter ended September 30, 2017.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 1QFY18, the return of AKD Opportunity Fund stood at -4.22% compared to the benchmark KSE-100 Index return of -8.93%, thus outperforming the benchmark by 4.71%.

AKD Index Tracker Fund (AKDITF)

For the 1QFY18, the return of AKD Index Tracker Fund stood at -9.19% compared to the benchmark KSE-100 Index return of -8.93%.

AKD Cash Fund (AKDCF)

For the 1QFY18, the annualized return of AKD Cash Fund stood at 4.70% compared to benchmark return of 5.18%.

AKD Aggressive Income Fund (AKDAIF)

For the 1QFY18, the annualized return of AKD Aggressive Income Fund stood at 1.73% compared to the benchmark return of 6.46%.

MACRO PERSPECTIVE

After achieving growth rate of 5.3% in FY17, Gross Domestic Product (GDP) continued its growth trajectory in 1QFY18 on the back of healthy private sector credit growth (+21% YoY in August'17), impressive LSM numbers (+13% growth in July'17) and decelerating inflation (average 3.3% in 1QFY18).

On the fiscal front, there have been encouraging developments. The budget deficit has come down to 0.9% of GDP in 1QFY18 whereas it was 1.3% in the same period last year. This is due to better tax collection and controlled spending by the Government. As per Ministry of Finance, tax collection in 1QFY18 is 20% higher YoY due to aggressive efforts of FBR and reduction of 2% YoY in fiscal expenditures.

The challenges on the external front have increased to alarming levels in the 1QFY18. The Current Account Deficit (CAD) reached USD 2.6 billion (4.6% of GDP) in 2MFY18 as opposed to USD 1.2 billion (2.5% of GDP) in the corresponding period last year. The primary reasons include: worsening trade deficit (+38% YoY), and falling remittances (-20% MoM to USD 4.8 billion, +2% YoY due to Eid). Consequently, foreign reserves have fallen to USD 19.7 billion (-16% YoY) by end of 1QFY18. Foreign Direct Investment (FDI) provided support to CAD, reaching USD 456 million in 2MFY18. Despite this, the external financing needs stand at USD 18 billion for FY18 including IMF loan repayments beginning by next year. The Government plans to use Sukuk bonds and commercial/multilateral foreign loans. The PKR-USD parity has remained within 104-105, but going forward we see mounting pressures on currency if CAD woes persist.

Average CPI clocked in at 3.4% in 1QFY18 as compared to 3.9% in the same period last year. The stable oil prices, influx of commodities and smooth agricultural supply have kept the inflation within target. Therefore, State Bank of Pakistan maintained the policy rate at 5.75% in 1QFY18. Going forward, we expect average CPI to remain within target of 5% and 6% and hence no major change in monetary policy in FY18.

Large scale manufacturing has exhibited impressive performance, growing by 13% YoY in July'17. The growth is largely attributed to healthy performance of automobiles, steel, food, beverages & tobacco, engineering and non-metallic products. This performance is expected to continue in upcoming quarters of FY18, due to improved security conditions, better energy supplies, CPEC driven activity and low cost of borrowing. Similarly, the agricultural sector has been resilient and we expect it to pose growth in FY18 with healthy initial crop estimates.

Overall, we believe that economic outlook for FY18 remains uncertain. Real growth is expected to maintain its momentum as CPEC activities gear up and average inflation to remain within its target due to improved supplies and subdued oil prices. However, current account deficit remains a serious concern and needs urgent remedial measures to boost foreign inflow and control unnecessary imports. Key risks can stem from any increase in international oil prices and unexpected currency depreciation in future. Moreover, fiscal deficit is expected to exceed its target as political parties continue their bid to finish development projects in election year. Rising political turmoil as elections draw nearer will also be a matter of concern in our view.

EQUITY MARKET REVIEW

During the quarter under review KSE 100 index declined by 8.9%, comparatively MSCI Emerging Markets Index rose by 7.89% in the same period. The decline can be mainly attributed to faltering investor confidence stemming from political noise and economic situation.

Geopolitical scenario also contributed to the downturn, as United States unveiled its new militarized Afghanistan Policy insisting that Pakistan must "do more" to rein in Islamist militants.

Sector specific events also played a significant part in steering the direction of the equity markets; Cement sector underperformed after price decreases in the north, raising doubts over the sustainability of industry's pricing power and price setting mechanism.

In the banking sector, company specific one-off events (i.e. Disciplinary action against HBL's US branch and NBP vs Pensioners court case) deteriorated investors' confidence in the sector. While Fertilizer sector saw a rebound after international Urea prices rose on the back rising coal prices led by high energy demand going in to the winter season and cut down in Chinese coal production.

Oil Production Sector remained resilient to the downward trend, mainly due to stability in international crude prices and in-built currency hedge provided by the sector. Oil marketing sector also performed better than the broader index on the back of encouraging volumetric growth.

MONEY MARKET REVIEW

During 1QFY18, The State Bank of Pakistan (SBP) carried out 7 T-bills auctions where the government managed to raise PKR 4.32 trillion. During this period, weighted average yield on 3, 6, and 12 months T-bills were at 5.99%, 6.01% and 6.03% respectively down from 5.84%, 5.88% and 5.90% during the corresponding period last year.

SBP also accepted 1 auctions of PIB's managed to raise PKR 52.40 billion during 1QFY18. The PIB auctions started upward trend where weighted average maturities yield on 3, 5 and 10 years PIB increased to 6.40%, 6.89% and 7.93% respectively from 6.17%, 6.67% and 7.75% in the corresponding period last year.

The Government announced Monetary Policy Statement on September 29, 2017, where the committee decided to keep the policy rate unchanged at 5.75%. State Bank of Pakistan conducted 20 open market operations (OMOs) of different maturities and injected average amount of PKR 973 billion per OMOs at an average cut off yield of 5.77%.

FUTURE OUTLOOK

Going forward we believe that the current downtrend has opened up attractive valuations. Despite decade low interest rates, the debt level in the corporate sector is still very low. A cash rich corporate sector with healthy profits, operating in an economy with a domestic market of 207 million consumers, trading at a Price-to-earnings (PE) and Dividend Yield (DY) of 9x and 6.33% (compared to Emerging Market PE and DY of 13x and 2.4% respectively), offers a great investment opportunity.

For and on behalf of the Board

Imran Motiwala
Chief Executive Officer

Karachi: October 28, 2017

AKD Opportunity Fund
Financial Statements - First Quarter FY18

Contents

AKD Opportunity Fund

MANAGEMENT COMPANY
AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000

TRUSTEE
Central Depository Company of
Pakistan Limited
CDC House 99-B, Block-B S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

BANKERS
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
BankIslami Pakistan Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
Soneri Bank Limited
Summit Bank Limited
United Bank Limited

AUDITORS
Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants
1st Floor, Modern Motors House,
Beaumont Road, Karachi.

LEGAL ADVISER
Sattar & Sattar
Attorneys - at - law
3rd Floor, UBL Building,
I.I. Chundrigar Road,
Karachi

REGISTRAR
AKD Investment Management Limited
216 - 217, Continental Trade Centre,
Block-8, Clifton Karachi-74000
UAN: 111-253-465 (111-AKDIML)

DISTRIBUTORS
AKD Investment Management Limited
AKD Securities Limited
BMA Capital Management Limited
IGI Investment Bank Limited
Foundation Securities (Private) Limited
First Street Capital (Private) Limited
Savings Lounge (Pvt.) Limited
First Street Capital (Private) Limited
Finox (Private) Limited
4 Sight Investments

RATING - AKDOF
BY PACRA
Performance Ranking

Long-term	Short-term
4-Star (3 Years)	3-Star (1 Year)
5-Star (5 Years)	

FUND MANAGER'S REPORT

i) Description of the Collective Investment Scheme Category and types:

Open - end Equity Scheme

ii) Statement of Collective Investment Scheme's investment objective:

The investment objective of the Fund is to invest in the capital markets, searching for the optimal combination of investment strategies, mainly in equities, followed by fixed income and money market as contingent defensive strategy.

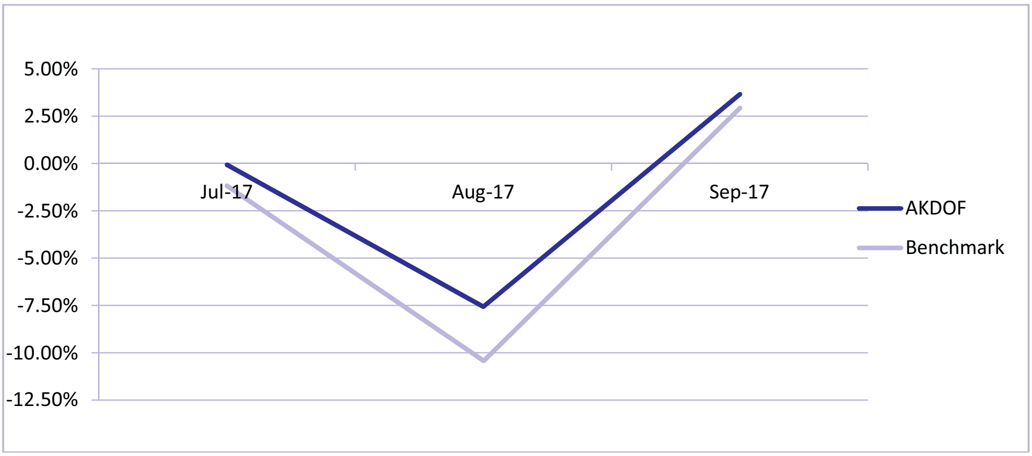
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY18, the return of AKD Opportunity Fund stood at -4.22% compared to the benchmark KSE-100 Index return of -8.93%, thus significantly outperforming the benchmark by 4.71%.

iv) Statement of benchmark (s) relevant to the Collective Investment Scheme:

KSE-100 Index

v) Comparison of the Collective Investment Scheme's performance during the period compared with its said benchmark:



Monthly yield	Jul-17	Aug-17	Sep-17
AKDOF	-0.06%	-7.57%	3.68%
Benchmark	-1.19%	-10.44%	2.92%

vi) Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance:

AKD Opportunity Fund is an open - end equity scheme; the return of the Fund is generated through investment in value stocks which have strong growth potential. AKDOF is fully complied with the relevant policies and procedures as per Fund's regulatory requirements.

vii) Disclosure of Collective Investment Scheme's asset allocation as the date of report and particulars of significant changes in asset allocation since the last report (if applicable):

Asset Allocation (% of Total Assets)	30-Sep-17	30-Jun-17
Equities	93.81%	95.92%
Cash	5.89%	2.93%
Other Assets	0.30%	1.15%

viii) Analysis of the Collective Investment Scheme's performance:

1QFY18 Return	-4.22%
Benchmark Return	-8.93%

ix) Changes in the total NAV and NAV per unit since the last reviewed period:

Net Asset Value			NAV Per Unit	
30-Sep-17	30-Jun-17	Change in Net Assets	30-Sep-17	30-Jun-17
(Rupees In "000")			Rs.	Rs.
2,917,111	3,100,503	-5.91%	91.75	95.79

x) Disclosure on the markets that the Collective Investment Scheme has invested in including - review of the market (s) invested in and returns during the period:

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xi) Description and explanation of any significant changes in the state of the affairs of the Collective Investment Scheme during the period and up till the date of Fund Manager's report, not otherwise disclosed in the financial statements:

There were no significant changes in the state of affairs during the period and up till the date of Fund Manager's report under review.

xii) Disclosure of any split (if any), comprising:

There were no unit splits during the period.

xiii) Break down of unit holding size:

Range (Units)	No. of Investors
0.1 - 9,999	1327
10,000 - 49,999	194
50,000 - 99,999	39
100,000 - 499,999	41
500,000 and above	12
	1613

xiv) Disclosure of circumstances that materially affect any interests of unit holders:

Investments are subject to credit and market risk.

xv) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker (s) or dealers by virtue of transaction conducted by the Collective Investment Scheme:

No soft commission has been received by the AMC from its broker or dealer by virtue of transactions conducted by the Collective Investment Scheme.

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2017

	Note	(Unaudited) September 30, 2017	(Audited) June 30, 2017
		(Rupees in '000)	
Assets			
Bank balances		**174,486**	94,169
Investments	4.	**2,781,021**	3,083,109
Receivable against sale of investment (subsequently cleared)		**-**	12,630
Dividend, profit and other receivable	5.	**6,301**	21,643
Security deposits & prepayments	6.	**2,621**	2,600
Total Assets		**2,964,429**	3,214,151
Liabilities			
Remuneration payable to the Management Company		**5,806**	5,541
Remuneration payable to the Trustee		**390**	357
Annual fee payable to the Securities and Exchange Commission of Pakistan		**700**	2,599
Payable against purchase of investments (subsequently paid)		**-**	928
Payable on redemption of units (subsequently paid)		**-**	27,749
Accrued expenses and other liabilities	7.	**40,167**	76,212
Unclaimed dividend		**255**	262
Total Liabilities		**47,318**	113,648
Contingencies and Commitments	8.		
Net Assets		**2,917,111**	3,100,503
Unit holders' fund (as per statement attached)		**2,917,111**	3,100,503
		(Number of Units)	
Number of units in issue		**31,793,079**	32,366,082
		(Rupees)	
Net assets value per unit (face value per unit Rs. 50/-)		**91.75**	95.79

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

			Quarter ended September 30,	
			2017	2016
Income		**Note**	**(Rupees in '000)**	
Gain on sale of 'held for trading investments' - net			**11,412**	57,502
Dividend income from held for trading investments			**8,340**	5,729
Profit / markup on:				
- bank balances			**1,634**	933
Unrealized appreciation / (diminution) in the fair value of investments ' at fair value through profit or loss - held for trading' - net			**(127,482)**	367,508
Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed - net		3.	**-**	2,405
			(106,096)	434,077
Expenses				
Remuneration to the Management Company			**14,745**	9,069
Remuneration to the Trustee			**989**	706
Annual fee to the Securities and Exchange Commission of Pakistan			**700**	431
Reimburseable Expenses			**737**	453
Securities transaction cost			**651**	1,185
Bank charges			**14**	9
Auditors' remuneration			**76**	63
Other expenses		9.	**2,364**	1,530
			20,276	13,446
Net income / (loss) for the period before taxation			**(126,372)**	420,631
Taxation		11.	-	-
Net income / (loss) for the period after taxation			**(126,372)**	420,631
Allocation of Net Income for the period:				
Income already paid / (loss) contributed on units redeemed			**(7,317)**	
Accounting income available for distribution / (loss) carried forward:				
- Relating to capital gains	11,412			
- Excluding capital gains	(130,467)		**(119,055)**	

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

	Quarter ended September 30,	
	2017	2016
	(Rupees in '000)	
Net income / (loss) for the period after taxation	**(126,372)**	420,631
Other comprehensive income for the period	-	-
Total comprehensive income / (loss) for the period	**(126,372)**	420,631

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

	Quarter ended September 30, 2017	2016
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year after taxation	**(126,372)**	420,631
Adjustments for non cash items:		
Unrealized diminution / (appreciation) in the fair value of investments 'at fair value through profit or loss - held for trading' - net	**127,482**	(367,508)
Element of income and capital gains included in prices of units sold less those in units redeemed - net	**-**	(2,405)
	1,110	50,718
(Increase) / decrease in assets		
Investments	**174,606**	(162,491)
Receivable against sale of investment	**12,630**	(3,104)
Security deposits & prepayments	**(21)**	-
Dividend, profit and other receivable	**15,342**	3,549
	202,557	(162,046)
Increase / (decrease) in liabilities		
Remuneration payable to the Management Company	**265**	735
Remuneration payable to the Trustee	**33**	37
Annual fee payable to the Securities and Exchange Commission of Pakistan	**(1,899)**	(811)
Payable against purchase of investments	**(928)**	23,915
Accrued expenses and other liabilities	**(36,045)**	(842)
Unclaimed dividend	**(7)**	-
	(38,581)	23,034
Net cash flows from operating activities	**165,086**	(88,294)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received on issue of units	**802,780**	337,916
Cash paid on redemption of units	**(887,549)**	(290,251)
Net cash flows from financing activities	**(84,769)**	47,665
Net (decrease) / increase in cash and cash equivalents during the period	**80,317**	(40,629)
Cash and cash equivalents at beginning of the period	**94,169**	101,494
Cash and cash equivalents at end of the period	**174,486**	60,865

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

	Note	Quarter ended September 30, 2017 Capital Value	Undistributed Income	Net Assets	Quarter ended September 30, 2016 Capital Value	Undistributed Income	Net Assets
		---------------- (Rupees in '000)		------------	---------------- (Rupees in '000)		----------------
Net assets at beginning of the period **[Rs. 95.79 (2016: Rs.80.21) per unit]** **(Includes unrealised gain on investment of Rs. 81.582 million)** **(2016: unrealised gain on investments of Rs. 88.664 million)**		**2,160,659**	**939,844**	**3,100,503**	1,160,441	435,312	1,595,753
Amount received on issue of 8,657,628 (2016: 3,725,065) units		**802,780**	**-**	**802,780**	337,916	-	337,916
Amount paid on redemption of 9,230,631 (2016: 3,259,830) units		**(867,117)**	**-**	**(867,117)**	(298,194)	-	(298,194)
		(64,337)	**-**	**(64,337)**	39,722	-	39,722
Element of income and capital gains included in prices of units sold less those in units redeemed - net	3.	**-**	**-**	**-**	(2,405)	-	(2,405)
Accounting income available for distribution / (loss) carried forward:							
- Relating to capital gains		**-**	**11,412**	**11,412**	-	-	-
- Excluding capital gains		**-**	**(130,467)**	**(130,467)**	-	420,631	420,631
		-	**(119,055)**	**(119,055)**	-	420,631	420,631
Net assets at the end of the period **[Rs. 91.75 (2016: Rs. 100.87) per unit]** **(Includes unrealised loss on investment of Rs. 127.482)** **(2016: unrealised gain on investments of Rs. 367.508 million)**		**2,096,322**	**820,789**	**2,917,111**	1,197,758	855,943	2,053,701

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Opportunity Fund ("the Fund") was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules). The Fund is governed under the Rules and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). It has been constituted under the trust deed, dated December 19, 2005, between AKD Investment Management Limited (AKDIML) as the Management Company, a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed on December 7, 2005 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 19, 2005 in accordance with the Rules. Accordingly title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund. The Fund is registered as a notified entity under the Regulations.

The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules from SECP. Registered office of the Management Company is situated at 216-217, Continental Trade Centre, Block-8, Clifton, Karachi, in the province of Sindh.

The Fund is an open-end mutual fund and is listed on the Pakistan Stock Exchange Limited (formerly Karachi Stock Exchange Limited). Its units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering the same to the Fund.

The Fund is categorized as Equity Scheme as per circular 7 of 2009 by SECP. As per the circular, the Fund shall invest at least 70% of its net assets in listed equity securities and the remaining net assets shall be invested in cash or near cash instruments which include cash in bank accounts (excluding TDRs) and treasury bills not exceeding 90 days maturity.

The Pakistan Credit Rating Company Limited (PACRA) has assigned asset manager rating of 'AM3++' to the Management Company dated June 08, 2017. PACRA has also assigned performance ranking of "MFR 3-Star" to the Fund in performance period of 1 year, "MFR 4-Star" in 3 year and "MFR 5-Star" in 5 year category on September 26, 2017.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

These Condensed Interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case the requirements differ, the requirements of the Rules, the Regulations and the directives issued by the SECP shall prevail. These Condensed Interim financial statements are unaudited.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements of the Fund for the year ended June 30, 2017 except for change in accounting policy for recognition of Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed (Element of Income).

In view of the amendments made in the NBFC Regulations vide SRO 756(I)/2017 the accounting policy for the recognition of Element of Income has been changed from July 1, 2017 with prospective effect. Previously the Element of Income was recognized in the income statement to the extent that it is represented by income earned during the year and unrealized appreciation / (diminution) arising during the year on 'available for sale' securities was included in the Distribution Statement. However, due to said changes in the NBFC Regulations, Element of Income is a transaction of capital nature and the receipt and payment of element of income will now be recognized directly in to the Unit Holders' Fund.

The preparation of the condensed interim financial information in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial information, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2017. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2017.

4. INVESTMENTS	Note	(Unaudited) September 30, 2017	(Audited) June 30, 2017
		(Rupees in '000)	
Investments in securities at fair value through profit or loss - held for trading			
Listed equity securities	4.1	**2,781,021**	3,083,109

4.1 Listed equity securities - Held for trading

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	Holding at beginning of the period July 01, 2017	Acquired during the period	Bonus / Right shares received during the period	Disposed during the period	Holding at end of the period September 30, 2017	Cost as of the period ended September 30, 2017	Carrying value (before revaluation as of the period ended September 30, 2017)	Market value as of the period ended September 30, 2017 (revised carrying value)	Percentage in relation to total market value of investment	Market value as a percentage of net assets	Percentage of paid-up capital of the investee company held
	---------------------- (Number of Shares)				--------------------	--------- (Rupees in '000')		--------	------------ (Percentage)		-----------
AUTOMOBILE ASSEMBLER											
Atlas Honda Limited	136,650	-	-	3,200	133,450	47,624	80,607	74,732	2.69	2.56	0.13
						47,624	**80,607**	**74,732**			
AUTOMOBILE PARTS & ACCESSORIES											
General Tyre and Rubber Company Of Pakistan Limited	30,000	-	-	-	30,000	7,019	9,105	6,039	0.22	0.21	0.05
Thal Limited (Face value of Rs. 5 each)	275,500	-	-	-	275,500	60,954	166,960	151,828	5.46	5.20	0.34
						67,973	**176,065**	**157,867**			
CABLE & ELECTRICAL GOODS											
Pakistan Cables Limited	341,500	7,400	-	-	348,900	60,660	111,463	90,107	3.24	3.09	1.23
TPL Trakker Limited	385,500	-	-	-	385,500	5,324	3,809	3,493	0.13	0.12	0.18
						65,984	**115,272**	**93,600**			
CEMENT											
D.G. Khan Cement Company Limited	-	75,000	-	75,000	-	-	-	-	-	0.00	0.00
Javedan Corporation Limited	3,022,500	151,500	-	-	3,174,000	96,050	123,062	138,863	4.99	4.76	2.45
Power Cement Limited	6,654,057	-	-	-	6,654,057	97,001	89,031	71,864	2.58	2.46	0.69
						193,051	**212,093**	**210,727**			
CHEMICAL											
AKZO Nobel Pakistan Limited	6,200	-	-	-	6,200	1,516	1,488	1,231	0.04	0.04	0.01
Archroma Pakistan Limited	24,500	-	-	-	24,500	7,256	17,463	16,097	0.58	0.55	0.07
Biafo Industries Limited	222,709	-	-	-	222,709	36,313	55,744	53,450	1.92	1.83	1.01
Buxly Paints Limited	31,500	-	-	-	31,500	1,356	3,778	3,686	0.13	0.13	2.19
Lotte Chemical Pakistan Limited	5,153,500	-	-	1,249,500	3,904,000	43,076	38,454	31,857	1.15	1.09	0.26
Nimir Industrial Chemical Limited	109,624	-	-	-	109,624	5,476	5,808	5,152	0.19	0.18	0.10
					-	**94,993**	**122,735**	**111,473**			
COMMERCIAL BANKS					-						
Allied Bank Limited	237,200	-	-	-	237,200	22,771	21,258	20,753	0.75	0.71	0.02
BankIslami Pakistan Limited	6,009,067	74,000	-	-	6,083,067	61,645	80,852	75,856	2.73	2.60	0.60
Habib Bank Limited	-	100,000	-	-	100,000	16,000	16,000	18,076	0.65	0.62	0.01
MCB Bank Limited (Note 4.3)	-	13,020	-	13,020	-	-	-	-	-	0.00	0.00
National Bank of Pakistan	100,000	-	-	100,000	-	-	-	-	-	0.00	0.00
NIB Bank Limited (Note 4.3)	1,823,471	-	-	1,823,471	-	-	-	-	-	0.00	0.00
Samba Bank Limited	412,000	-	-	-	412,000	1,957	2,946	2,884	0.10	0.10	0.04
Summit Bank Limited	6,100,000	1,580,000	-	1,565,500	6,114,500	22,074	24,190	19,322	0.69	0.66	0.34
						124,447	**145,246**	**136,891**			
ENGINEERING											
Aisha Steel Mills Limited	8,500,000	-	-	2,275,000	6,225,000	105,776	126,617	117,341	4.22	4.02	0.75
Huffaz Seamless Pipe Industries Limited	100,000	-	-	70,000	30,000	840	1,283	1,017	0.04	0.03	0.05
Pakistan Engineering Company Limited	6,900	-	-	-	6,900	2,401	1,622	1,573	0.06	0.05	0.12
						109,017	**129,522**	**119,931**			

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	**Holding at beginning of the period July 01, 2017**	**Acquired during the period**	**Bonus / Right shares received during the period**	**Disposed during the period**	**Holding at end of the period September 30, 2017**	**Cost as of the period ended September 30, 2017**	**Carrying value (before revaluation as of the period ended September 30, 2017)**	**Market value as of the period ended September 30, 2017 (revised carrying value)**	**Percentage in relation to total market value of investment**	**Market value as a percentage of net assets**	**Percentage of paid-up capital of the investee company held**
	(Number of Shares)					(Rupees in '000')			(Percentage)		
FERTILIZER											
Arif Habib Corporation Limited	200,000	-	-	-	200,000	8,589	8,246	7,766	0.28	0.27	0.04
Dawood Hercules Chemicals Limited	50,000	-	-	-	50,000	6,697	6,818	6,168	0.22	0.21	0.01
Engro Corporation Limited	100,000	-	-	100,000	-	-	-	-	-	0.00	0.00
						15,286	**15,064**	**13,934**			
FOOD & PERSONAL CARE-PRODUCTS											
Murree Brewery Company Limited	36,650	-	-	-	36,650	32,433	28,285	30,786	1.11	1.06	0.16
Quice Food Industries Limited	3,384,500	1,031,500	-	-	4,416,000	34,791	29,038	28,660	1.03	0.98	4.48
Treet Corporation Limited	141,000	-	-	-	141,000	10,505	8,020	6,913	0.25	0.24	0.10
						77,729	**65,343**	**66,359**			
GLASS & CERAMICS											
Balochistan Glass Limited	1,300,000	-	-	-	1,300,000	9,076	19,695	16,861	0.61	0.58	0.76
Ghani Glass Limited	47,500	-	-	-	47,500	3,827	3,827	3,306	0.12	0.11	0.01
						12,903	**23,522**	**20,167**			
INSURANCE											
Askari General Insurance Company Limited	413,855	-	-	-	413,855	14,268	12,354	10,450	0.38	0.36	0.66
EFU General Insurance Limited	521,800	2,600	-	-	524,400	84,161	76,076	78,660	2.83	2.70	0.26
Pakistan Reinsurance Company Limited	339,000	-	-	100,000	239,000	10,862	11,666	10,875	0.39	0.37	0.08
TPL Direct Insurance Company	64,976	-	-	-	64,976	686	1,598	1,202	0.04	0.04	0.09
						109,977	**101,694**	**101,187**			
INVESTMENT BANK/INV.COS/SEC COS.											
Jahangir Siddiqui & Company Limited	6,400,000	-	-	400,000	6,000,000	145,694	136,980	141,719	5.10	4.86	0.66
JS Investments Limited	3,158,000	-	-	-	3,158,000	55,763	42,949	38,812	1.40	1.33	3.94
Pakistan Stock Exchange Limited	11,150,621	-	-	-	11,150,621	312,217	286,348	254,123	9.14	8.71	1.39
						513,674	**466,277**	**434,654**			
MISCELLENOUS											
Macpac Films Limited	250,000	-	-	250,000	-	-	-	-	-	0.00	0.00
TPL Properties Limited	2,500,000	-	-	-	2,500,000	31,250	30,625	26,250	0.94	0.90	0.91
Tri-Pack Films	50,000	-	-	-	50,000	13,491	11,200	8,150	0.29	0.28	0.13
						44,741	**41,825**	**34,400**			
OIL & GAS EXPLORATION COMPANIES											
Oil and Gas Development Company Limited	765,000	-	-	335,000	430,000	64,442	60,497	63,915	2.30	2.19	0.01
Pakistan Petroleum Limited	230,000	-	-	-	230,000	33,610	34,072	40,179	1.44	1.38	0.01
						98,052	**94,569**	**104,094**			
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	675,500	-	-	105,500	570,000	247,486	220,790	251,803	9.05	8.63	0.21
Sui Southern Gas Company Limited	-	955,500	-	-	955,500	34,336	34,336	34,618	1.24	1.19	0.11
						281,822	**255,126**	**286,421**			
PAPER AND BOARD											
Merit Packaging Limited	817,500	-	-	-	817,500	13,598	17,552	16,023	0.58	0.55	2.03
Pakistan Paper Products Limited	85,500	-	-	-	85,500	7,588	9,831	8,413	0.30	0.29	1.43
						21,186	**27,383**	**24,436**			

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	Holding at beginning of the period July 01, 2017	Acquired during the period	Bonus / Right shares received during the period	Disposed during the period	Holding at end of the period September 30, 2017	Cost as of the period ended September 30, 2017	Carrying value (before revaluation as of the period ended September 30, 2017)	Market value as of the period ended September 30, 2017 (revised carrying value)	Percentage in relation to total market value of investment	Market value as a percentage of net assets	Percentage of paid-up capital of the investee company held
	----------------------- (Number of Shares)				--------------------	---------- (Rupees in '000')	---------		------------ (Percentage)	-----------	
PHARMACEUTICALS											
Glaxo Smithkline Pakistan Limited	235,100	-	-	-	235,100	62,772	46,296	43,256	1.56	1.48	0.07
GlaxoSmithKline Consumer Healthcare Pakistan Limited	3,231	-	-	-	3,231	394	675	900	0.03	0.03	0.00
Searle Pakistan Limited	66,750	-	-	-	66,750	45,118	34,175	26,962	0.97	0.92	0.04
						108,284	**81,146**	**71,118**			
POWER GENERATION & DISTRIBUTION											
Japan Power Generation Limited	4,261,500	-	-	-	4,261,500	21,980	18,410	16,662	0.60	0.57	2.73
K-Electric Limited (Face value Rs. 3.5/- each)	31,365,000	-	-	1,365,000	30,000,000	261,407	207,001	211,199	7.59	7.24	0.11
						283,387	**225,411**	**227,861**			
REFINERY											
Attock Refinery Limited	90,000	-	-	90,000	-	-	-	-	-	0.00	0.00
Pakistan Refinery Limited	200,500	-	-	-	200,500	10,523	10,679	9,520	0.34	0.33	0.07
						10,523	**10,679**	**9,520**			
SUGAR & ALLIED INDUSTRIES											
Imperial Sugar Limited	73,500	68,000	-	-	141,500	4,511	4,638	4,140	0.15	0.14	0.14
						4,511	**4,638**	**4,140**			
SYNTHETICS AND RAYON											
Pakistan Synthetics Limited	500,000	-	-	-	500,000	16,144	14,625	12,725	0.46	0.44	0.89
						16,144	**14,625**	**12,725**			
TECHNOLOGY & COMMUNICATION											
Hum Network Ltd (Face value of Rs. 1 each)	760,000	2,000,000	-	-	2,760,000	32,438	29,922	27,462	0.99	0.94	0.29
Pakistan Telecommunication Company Limited	1,750,000	-	-	-	1,750,000	34,123	27,318	25,778	0.93	0.88	0.05
Systems Limited	100,000	-	-	-	100,000	9,002	7,584	7,754	0.28	0.27	0.09
TRG Pakistan Limited (Note 4.2)	5,905,745	100,000	-	-	6,005,745	105,772	240,257	221,731	7.97	7.60	1.10
						181,335	**305,081**	**282,725**			
TEXTILE COMPOSITE											
Gul Ahmed Textile Mills Limited	583,500	-	-	-	583,500	25,953	23,912	22,897	0.82	0.78	0.16
Nishat Mills Limited	35,000	-	-	35,000	-	-	-	-	-	0.00	0.00
The Crescent Textile Mills Limited	100,000	-	-	100,000	-	-	-	-	-	0.00	0.00
						25,953	**23,912**	**22,897**			
TEXTILE SPINNING											
Colony Textile Mills Limited	400,000	-	-	-	400,000	2,375	1,988	2,468	0.09	0.08	0.08
Crescent Fibres Limited	37,000	-	-	-	37,000	1,038	1,143	984	0.04	0.03	0.30
Ellcot Spinning Mills Ltd.	634,638	-	-	-	634,638	50,348	65,622	59,402	2.14	2.04	5.80
Fazal Cloth Mills Limited	600	-	-	-	600	56	107	94	-	0.00	0.00
Island Textile Mills Ltd.	34,900	-	-	-	34,900	8,915	29,173	33,592	1.21	1.15	6.98
Saif Textile Mills Limited	141,000	-	-	-	141,000	2,529	3,102	2,734	0.10	0.09	0.53
						65,261	**101,135**	**99,274**			

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	Holding at beginning of the period July 01, 2017	Acquired during the period	Bonus / Right shares received during the period	Disposed during the period	Holding at end of the period September 30, 2017	Cost as of the period ended September 30, 2017	Carrying value (before revaluation as of the period ended September 30, 2017)	Market value as of the period ended September 30, 2017 (revised carrying value)	Percentage in relation to total market value of investment	Market value as a percentage of net assets	Percentage of paid-up capital of the investee company held
	(Number of Shares)					(Rupees in '000')			(Percentage)		
TEXTILE WEAVING											
Samin Textiles Limited	53,500	-	-	-	53,500	440	368	353	0.01	0.01	0.20
						440	**368**	**353**			
VANASPATI & ALLIED INDUSTRIES											
Punjab Oil Mills Limited	200,900	-	-	-	200,900	51,160	62,279	52,234	1.88	1.79	3.73
S.S. Oil Mills Limited	156,500	-	-	-	156,500	6,066	6,886	7,301	0.26	0.25	2.77
						57,226	69,165	59,535			
Total as at September 30, 2017						**2,631,523**	**2,908,503**	**2,781,021**			
Total as at June 30, 2017						2,814,985	3,001,527	3,083,109			

4.2 This includes 2,500,000 shares pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin.

4.3 As a result of Amalgamation of NIB Bank Limited (NIB) with and into MCB Bank Limited (MCB) , the Fund received 13,020 shares of MCB in lieu of 1,823,471 shares of NIB on the basis of a SWAP Ratio of 1 ordinary share of MCB for every 140.043 ordinary shares of NIB.

		Note	(Unaudited) September 30, 2017	(Audited) June 30, 2017
			(Rupees in '000)	
5.	**DIVIDEND, PROFIT AND OTHER RECEIVABLE**			
	Unsecured - considered good			
	- Mark-up on bank balances		**607**	443
	- Dividend receivable		**5,519**	16,100
	Advance Tax- Dividend / Bank Profit		**175**	175
	Amount receivable on conversion of units		**-**	4,925
			6,301	21,643
6.	**SECURITY DEPOSITS & PREPAYMENTS**			
	National Clearing Company of Pakistan Limited		**2,500**	2,500
	Central Depository Company of Pakistan Limited		**100**	100
	Prepaid Pakistan Stock Exchange Limited - Annual Listing Fee		**21**	-
			2,621	2,600
7.	**ACCRUED EXPENSES AND OTHER LIABILITIES**			
	Auditor's remuneration		**328**	252
	Brokerage payable		**541**	609
	Sindh Sales tax payable on management company remuneration, trustee fees and CDS charges	*7.1*	**806**	769
	Federal Excise Duty payable on management company remuneration	*7.2*	**10,092**	10,092
	Reimburseable Expense Payable to management company	*7.3*	**488**	1,906
	Payable to management company against expenses		**80**	80
	Provision against Sindh Workers' Welfare Fund	*7.4*	**25,951**	25,951
	Withholding tax payable		**367**	34,799
	Zakat payable		**704**	697
	Others		**810**	1,057
			40,167	76,212

7.1 During the period, Sindh Sales Tax management company remuneration, trustee fee and CDS charges has been charged at 13% (2017: 13%).

7.2 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013. As the asset management services rendered by the Management Company are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company is of the view that further levy of FED was not justified.

On September 04, 2013, a constitutional petition was filed in Sindh High Court (SHC) jointly by various asset management companies, together with Collective Investment Schemes through their trustees, challenging the levy of FED.

The SHC vide its Order dated June 30, 2016 has disposed of the petition by referring its judgment dated June 02, 2016 whereby it rendered the FED on certain services to be 'Ultra Vires' in the presence of Sindh Sales Tax Act 2011. However, the Federal Board of Revenue (FBR) has filed an appeal in the Supreme Court of Pakistan against this judgment of the SHC.

Further, the Federal Government vide Finance Act 2016 has excluded asset management companies and other non-banking finance companies from charge of FED on their services.

In view of the above mentioned facts and the pending decision by the Supreme Court of Pakistan, the Management Company has not made any further provision for FED in the books of accounts of the Fund with effect from July 1, 2016 and decided to retain the provision for FED already made in the books of account of the Fund. Had this provision not been made, the NAV of the Fund would have been higher by Re. 0.32 per unit.

7.3 In accordance with the provisions of the NBFC Regulations, 2008 (as amended vide S.R.O 1160(I) / 2015 dated November 25, 2015), the Management Company of the Fund is entitled to reimbursement of fees and expenses in relation to registrar services, accounting, operation and valuation services related to the Fund up to a maximum of 0.1% of the average annual net assets of the Scheme or actual, whichever is less. During the period an amount of Rs. 0.737 million (2016: Rs 0.453 million) is charged and Rs. 0.488 million (June 30, 2017: Rs. 1.906 million) payable is related to reimburseable expense as per regulation 60.

7.4 The Sindh Revenue Board (SRB) had asked to mutual funds in January 2016 to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after December 31, 2013. MUFAP reviewed the issue and based on an opinion dated August 2016 decided that SWWF is not applicable on mutual funds as they are neither financial institutions as required by SWWF Act, 2014, nor establishments but only pass through vehicles and hence, do not have any worker and no SWWF is payable by them. This fact has been communicated to SRB who have responded on November 11, 2016 that as mutual funds are included in definition of financial institutions in The Financial Institutions (Recovery of Finance) Ordinance, 2001, SWWF is payable by them. MUFAP has taken up the matter with the Sindh Finance Ministry to have mutual funds excluded from SWWF.

MUFAP has also obtained a legal opinion that SWWF, if applicable, can only be applied from the date of enactment of SWWF Act, 2014, i.e. May 21, 2015. Accordingly, on January 12, 2017, MUFAP decided to provide for SWWF with effect from May 21, 2015, while the efforts to exclude mutual funds from SWWF continue. The aggregated provision as at September 30, 2017 is Rs. 25.951 million. Had this provision not been made, the NAV of the Fund would have been higher by Re. 0.82 per unit as at September 30, 2017.

The SECP has also concurred with the directions issued by MUFAP through its letter no. SCD/AMCW/MUFAP/2017 - 405 dated February 01, 2017.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2017 (June 30, 2017: Nil)

9. OTHER EXPENSES

	Note	**(Unaudited) September 30, 2017**	(Unaudited) September 30, 2016
		(Rupees in '000)	
Printing and stationery		**50**	-
National Clearing Company of Pakistan Limited charges		**109**	85
Credit Rating fee		**38**	35
Fees and subscription		**-**	9
Central Depository Company of Pakistan Limited charges		**34**	31
Pakistan Stock Exchange listing fee		**7**	14
Sales tax on Management Company's remuneration / CDC / CDS	*7.1*	**2,050**	1,275
Legal and Professional Charges		**76**	81
		2,364	1,530

10. EXPENSE RATIO

The expense ratio of the Fund from July 01, 2017 to September 30, 2017 is 0.69%, the total expense ratio includes 0.10% representing government levy and SECP fee.

11. TAXATION

The Fund's income is exempt from Income Tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realized or unrealized is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of Section 113(minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance,2001. Since the Management Company intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

12. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include AKD Investment Management Limited (AKDIML) being the Management Company of the Fund, Aqeel Karim Dhedhi Securities (Private) Limited and AKD Securities Limited being the related parties of the Management Company, Central Depository Company of Pakistan Limited being the trustee, associated companies of the Management Company, other collective investment schemes managed by the Management Company and directors and key management personnel of the Management Company and above entities and also includes entities holding 10% or more in the units of the Fund as at 30 September 2017. It also includes staff retirement benefit funds of the above related parties / connected persons and entities in which the above parties or their connected persons have a material interest.

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of Non-Banking Finance Companies and Notified Entities Regulations, 2008, and the Trust Deed respectively.

12.1 Details of balances with connected persons / related parties as at period / year end	(Unaudited) September 30, 2017	(Audited) June 30, 2017
	(Rupees in '000)	
AKD Investment Management Limited - Management Company of the Fund		
Remuneration payable	**5,806**	5,541
Allocated expenses by the Management Company	**488**	1,906
Expenses Payable to Management Company	**80**	80
Sales load payable	**103**	327
Units outstanding : 90,910 (June 2017: 307,740)	**8,341**	29,466
Sales tax payable on Management Company's remuneration*	**755**	720
Federal Excise Duty payable on Management Company's remuneration*	**10,092**	10,092

	(Unaudited) September 30, 2017	(Audited) June 30, 2017
	(Rupees in '000)	
Central Depository Company of Pakistan Limited - Trustee of the Fund		
Remuneration payable	**390**	357
Sales tax payable on Trustee remuneration and CDS Charges	**51**	49
Security deposit	**100**	100
CDS charges payable	**4**	16
Receivable from other Funds Managed by the Management Company		
Receivable from Funds under Management of AKD Investment Management Ltd. against Conversion of units	**-**	4,925
Arabian Sea Enterprises Limited (having invested more than 10% in the units of the Fund)		
Units outstanding: 3,573,194 (11.24% of the total units in issue as at the period end) June 2017: 3,573,194 (11.04% of the total units in issue as at the year end)	**327,841**	342,113
Aqeel Karim Dhedhi Securities (Private) Limited Staff Provident Fund		
Units outstanding : 72,003 (June 2017: 72,003)	**6,606**	6,894
AKD Investment Management Limited Staff Provident Fund		
Units outstanding : 54,079 (June 2017: 51,486)	**4,962**	4,930
Ms Anum* **		
Chief Investment Officer of the Management Company		
Units outstanding: 43,020 (June 2017: 34,538)	**3,947**	3,307
Mr. Ameer Arif Dagha		
Spouse of the Director of Management Company		
Units outstanding: 137,627 (June 2017: 137,627)	**12,627**	13,178
Spouse - Chief Executive Officer of the Management Company		
Units outstanding: 693,815 (June 2017: 693,815)	**63,658**	66,433
AKD Securities Limited - Brokerage House		
Brokerage payable on purchase and sale of marketable securities	**65**	123
Mr. Imran Motiwala- Chief Executive Officer* **		
Units Outstanding: 43,324 (June 2017 : 27,197)	**3,975**	2,604
**Mr. Muhammad Yaqoob ** **		
Units Outstanding: 17,971 (June 2017 : 15,850)	**1,649**	1,518
Mr. Hasan Ahmed * **		
Units Outstanding: 21,385 (June 2017 : 21,385)	**1,962**	2,048
**Mrs. Noureen Nadir ** **		
Units Outstanding: 1,445 (June 2017 : 1,445)	**133**	138
Mr. Abdul Karim * **		
Units Outstanding: 594 (June 2017 : 594)	**54**	57

	(Unaudited) September 30, 2017	(Audited) June 30, 2017
	(Rupees in '000)	
**Mr. Toqir Hussain ** **		
Units Outstanding: 65 (June 2017 : 65)	**6**	6
**Mr. Ubaid ur Rehman ** **		
Units Outstanding: 641 (June 2017 : 641)	**59**	61
Mr. Murtaza Wahab Siddiqui		
Spouse of the Director of Management Company		
Units Outstanding: 36,068 (June 2017 : 13,653)	**3,309**	1,307
Mr. Ali Wahab Siddiqui * **		
Units Outstanding: 1,829 (June 2017 : 1,829)	**168**	175
Mr.Muhammad Siddiq Khokar		
Director of the Golden Arrow Selected Stocks Fund Limited		
Units Outstanding: 60 (June 2017 : 60)	**6**	6
Mr. Javaid Bashir Sheikh		
Director of the Golden Arrow Selected Stocks Fund Limited		
Units Outstanding: 2,819 (June 2017 : 2,819)	**259**	270

* Sales tax and FED is paid / payable to the management company for onwards payment to the Government

** Key Management personnel of the Management Company

*** Director of the Management Company

12.2 Details of transactions with connected persons / related parties during the period

	Note	(Unaudited) September 30, 2017	(Unaudited) September 30, 2016
		(Rupees in '000)	
AKD Investment Management Limited			
Management Company of the Fund			
Remuneration		**14,745**	9,069
Sindh sales tax on Management Company's Remuneration*		**1,917**	1,179
Allocated expense by the Management Company		**737**	453
Sales load		**1,404**	678
Units issued : 97,112 (2016 : Nil)		**8,983**	-
Units redeemed: 313,942 (2016 : 12,672)		**31,250**	1,066
Central Depository Company of Pakistan Limited -			
Trustee of the Fund			
Remuneration		**989**	706
CDS charges		**34**	31
Sales Tax Provincial (Trustee & CDS)		**133**	96
AKD Investment Management Limited Staff			
Provident Fund			
Units issued: 56,278 (2016 : Nil)		**5,021**	-
Units redeemed: 53,685 (2016 : Nil)		**5,473**	-
Ms. Anum * **			
Chief Investment Officer of the Management Company			
Units Issued : 8,482 (2016 : Nil)		**800**	-

	(Unaudited) September 30, 2017	(Unaudited) September 30, 2016
	(Rupees in '000)	
AKD Securities Limited - Brokerage House		
Commission on purchase and sale of Marketable	**61**	51
Arabian Sea Enterprise Limited (having invested more than 10% in the units of the Fund)		
Units issued : Nil (2016 : 23,198)	**-**	2,000
Mr. Imran Motiwala- Chief Executive Officer * **		
Units issued: 16,127 (2016 : 16,536)	**1,500**	1,400
**Mr. Muhammad Yaqoob ** **		
Units issued: 2,121 (2016 : Nil)	**200**	-
Mr.Muhammad Siddiq Khokar Director of the Golden Arrow Selected Stocks Fund Limited		
Units issued: Nil (2016 : 54)	**-**	5
Mr. Murtaza Wahab Siddiqui Spouse of the Director of Management Company		
Units issued : 22,415 (2016 : Nil)	**2,000**	-
**Mrs. Noureen Nadir ** **		
Units issued: Nil (2016 : 101)	**-**	10
Mr. Abdul Karim * **		
Units issued: Nil (2016 : 531)	**-**	50
Mr. Toqir Hussain **		
Units issued : Nil (2016 : 58)	**-**	5
Mr. Ubaid ur Rehman **		
Units issued: Nil (2016 : 573)	**-**	50

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** Key Management personnel of the Management Company

*** Director of the Management Company

13. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Adoption of IFRS 13, has no affect on the financial statements.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the balance sheet date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyse financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	As at September 30, 2017			
	Level 1	**Level 2**	**Level 3**	**Total**
	(Rupees in '000)			
ASSETS				
Investment in securities - at fair value through profit or loss	**2,781,021**	**-**	**-**	**2,781,021**
	2,781,021	**-**	**-**	**2,781,021**

	As at June 30, 2017			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
ASSETS				
Investment in securities - at fair value through profit or loss	3,083,109	-	-	3,083,109
	3,083,109	-	-	3,083,109

14. CORRESPONDING FIGURES

Corresponding figures have been re-classified, re-arranged or additionally incorporated in these condensed interim financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current period. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

15. GENERAL

Figures have been rounded off to the nearest thousand rupees.

16. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 28, 2017 by the Board of Directors of the Management Company.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

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AKD Investment
Management Ltd.

Head Office:
216-217, Continental Trade Centre, Block-8, Clifton, Karachi-74000
U.A.N : 92-21-111 AKDIML (111-253-465) | Fax : 92-21-35303125

Gulshan-e-Iqbal Branch:
Bungalow No. FL-3/12,
Ground Floor Block No. 5, KDA,
Scheme No. 24, Gulshan-e-Iqbal, Karachi.
Contact # 92-21-34823003-7

Abbottabad Branch:
1st Floor, Al-Fateh Shopping Centre,
Sarmayakari Markaz,Main Mansehra Road,
Abbottabad.
Contact # 099-2408187

Lahore Branch:
Plaza # 250, 2nd Floor,Phase IV,
Block-FF, D.H.A.,Lahore Cantt.
Contact # 0333-0342762-4

E-mail : info@akdinvestment.com
Website : www.akdinvestment.com