Funds Managed by:

AKD Investment Management Ltd.

3rd Quarter Report
March 31, 2014
(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.

TABLE OF CONTENTS

CORPORATE INFORMATION

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 Memon*

Director & Chief Executive Officer
Mr. Imran Motiwala

Directors
Mr. Ali Wahab Siddiqui*
Mr. M. Ramzan Sheikh
Mr. Hasan Ahmed*
Mr. Ahmed Abdul Sattar*
Mr. Nadeem Saulat Siddiqui

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Munir Abdullah

COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob

HEAD OF INTERNAL AUDIT OF THE MANAGEMENT COMPANY

Mr. Abdul Qadir Sultan

HEAD OF COMPLIANCE OF THE MANAGEMENT COMPANY

Mr. Rashid Ahmed

AUDIT COMMITTEE

Mr. M. Ramzan Sheikh (Chairman)
Mr. Hasan Ahmed (Member)
Mr. Ali Wahab Siddiqui (Member)
Mr. Abdul Qadir Sultan (Secretary)

HUMAN RESOURCE & REMUNERATION COMMITTEE (HR & R)

Mr. Abdul Karim Memon (Chairman)
Mr. Imran Motiwala (Member)
Mr. Ahmed Abdul Sattar (Member)

RATING
AKD Investment Management Ltd. (AMC)
JCR-VIS: AM3- (AM Three Minus)

* Approval pending from SECP.

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, 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 its interim report along with the Funds' accounts for the 3rd Quarter ended March 31, 2014.

Funds' Financial Performance

AKD Opportunity Fund (AKDOF)

For the nine months period of FY14, the return of AKD Opportunity Fund stood at 41.46% compared to the benchmark KSE-100 index return of 29.30%, thus outperforming the benchmark by 12.16%.

AKD Index Tracker Fund (AKDITF)

For the nine months period of FY14, the return of AKD Index Tracker Fund stood at 25.68% compared to the benchmark KSE-100 index return of 29.30%, thus underperforming the benchmark by 3.62%.

AKD Cash Fund (AKDCF)

For the nine months period of FY14, the annualized return of AKD Cash Fund stood at 8.52% compared to the benchmark return of 8.33%, thus outperforming the benchmark by 0.19%.

AKD Aggressive Income Fund (AKDAIF)

For the nine months period of FY14, the annualized return of AKD Aggressive Income Fund stood at 4.76% compared to the benchmark return of 10.06%, thus underperforming the benchmark by 5.3%.

Macro Perspective

During the 3rd Quarter of FY14, major improvements were witnessed in the overall macro economic conditions of the country. Since coming into power, the new Government has taken numerous steps to bring the country's economy back on track as some of their economic reform initiatives have started to reap benefits to the broader economy. The security situation remained better during the quarter due to a ceasefire for one month from both sides subsequent to initiation of negotiations between the Government and Taliban. However, no conclusion has as yet been agreed upon and negotiations continue.

The most crucial development during the quarter has been the improved foreign reserves position, which at March 31, 2014 stood at USD 10.074 billion, an increase of 21.18% during the quarter. This was due to USD 1.5 billion assistance provided by Saudi Arabia coupled with the release of another tranche of USD 555.6 million by IMF from its USD 6.8 billion support program approved in September 2013. The FX position is expected to improve further in the coming months as the Government has raised USD 2 billion from the sale of sovereign Eurobonds issued in the beginning of April. Furthermore, the auction of 3G & 4G licenses scheduled in the month of April will propel the foreign reserves further.

On the back of improved FX position, the Pakistani Rupee has, against all expectations, appreciated by an unprecedented 8.32% against the US Dollar since the beginning of the current year. This appreciation has, on one hand, appeased the general public welcoming a decline in inflationary pressures but on the other hand, casting doubts over the benefits the textile sector will be able to derive from export primarily from the GSP Plus status gained recently.

The Consumer Price Index (CPI)-based inflation increased by 8.53% for the period ended March 2014, driven by higher prices of food items and reversing a decline over the previous three months. The State Bank of Pakistan prudently decided to keep the discount rate unchanged at 10% even though some market participants were expecting a cut in the discount rate due to improved current account balance position and better macroeconomic conditions.

Reviews conducted by both the World Bank (WB) and the International Monetary Fund (IMF) at the beginning of April 2014 brought relief to the Government as both institutions were satisfied with the pace of progress of economic development and raised their expectations of GDP growth for FY14. IMF predicted a GDP growth rate of 3.2% whereas WB has increased its GDP forecast from 3.4% to 4%. It is worth mentioning here that the government GDP target is 4.4%. This review helps build the investors' confidence witnessing improved investment activity going forward.

The trade deficit fell to USD 13.931 billion for 9MFY14 from USD 14.740 billion in the corresponding period last year, narrowing the deficit by 5%. The export proceeds witnessed a growth of over 6% while imports witnessed a growth of less than 1% during the period under review over the same period last year. Pakistan's current account deficit till February 2014 swelled to over USD 2 billion as opposed to a deficit of USD 831 million in July-February of 2012-13. Shown as a percentage of the Gross Domestic Product (GDP), the current account deficit widened to 1.2% in July-February as opposed to 0.5% in the same period last year. On the other hand, an impressive growth of over 6% in Large Scale Manufacturing (LSM) has been recorded during seven months (July-January) of the current financial year which shows that the business environment of the country is improving and businesses are willing to invest for the longer term. This sector growth is important as industrial sector has a 20.9% share in Pakistan GDP while LSM being a sub-sector of manufacturing has 10.6% share. On the other hand, credit to private sector has shown an increase of 9.47% from June 2013, implying that banks are painstakingly slowly but gradually lending money to the private sector as well.

The Government is going all out to address the infrastructural problems plaguing the country and impeding growth. The energy crisis is the biggest issue impacting both the common man and industries alike and the Government has started focusing all its resources into addressing this issue. Numerous new mega energy projects are being planned and the finances for those have been secured, Dasu power plant being one of them. Renewed efforts are being made to improve the energy mix by adding coal based plants and wind power plants.

Equity Market

Oil and gas sector witnessed major rally during the quarter as investors' interest increased due to impeding privatization of Government stakes in OGDCL. Textile and Banking sectors also remained in the limelight due to USD depreciation and aggressive participation by banks in PIBs auction. Top performing sectors during the quarter included Technology Hardware & Equipment (206.1%), Tobacco (141.95%), Household Goods (74.23%) and Beverages (62.12%). On the contrary, Electric and Electrical Goods (-6.03%), Health Care Equipment & Services (-12.15%) and Software & Computer Services (-14.76%) were the major losers during the quarter.

Money Market

Money market during the 3rd quarter of the year remained illiquid due to excessive Government borrowing which resulted in crowding out effect. Record participation was witnessed in the Government bond auctions held during this quarter. During the January 2014 auction of PIBs, the State Bank accepted bids of PKR 199.6 billion against the bids of PKR 204.6 billion. In the auction of PIBs conducted in February 2014, SBP received bids of PKR 279 billion against a target of PKR 60 billion, and accepted PKR 279 billion. The same case was observed in the PIB auction held in the month of March, target was set at PKR 60 billion while bids received were of PKR 543 billion. The State Bank accepted PKR 532 billion creating an acute shortage of liquidity in the market. Almost a similar scenario was witnessed in the auctions of T-bills held by SBP. Interestingly, participation was higher in the longer tenure bonds of 10 and 15 years as they offered higher yields.

The central bank had to conduct open market operations in both the months to alleviate the liquidity crunch. This record breaking participation by the market participants demonstrates increased confidence in the future of the country and stability in the interest rate scenario.

Future Outlook

Going forward, the macro outlook is expected to be stable to positive with foreign institutional inflows to remain forefront drivers of the market. While the index continues to touch new highs, in terms of valuations it is still far from its record P/E multiples. In the last quarter of the fiscal year, two major developments are expected which will further improve the foreign reserves situation of the country and strengthen PKR. These developments include the long awaited auction of 3G & 4G licenses and the initiation of the privatization of Government entities in line with the IMF agreement. An unprecedented overwhelming response from the global community for Pakistan's Eurobond offer endorses our point of view of foreign appetite for Pakistani securities and further priority on resolving overall law & order situation and social issues and underlying commitment to reforms warrants an eventual positive re-rating of Pakistan.

The renewed efforts of Government to resolve the energy crisis by investing heavily in mega energy projects are expected to reap benefits in the near future thus curing the biggest problem impeding the overall economic progress of the country. Resolution of this crisis will, on one hand, increase the productivity of the firms thus improving their profitability and on the other hand it will reduce the import bill of the country leading to improved foreign reserve position.

The Pakistani market is still trading at very low multiples as compared to its regional peers and with the improving economic outlook; the index is expected to continue to move to new highs. We will continue to strive to provide better returns in line with the improving fundamentals of the broader economy.

For and on behalf of the Board

Imran Motiwala
Chief Executive Officer

Karachi: April 21, 2014

AKD Opportunity Fund
Financial Information - Third Quarter FY14

Contents

AKD Opportunity Fund

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
Bank Alfalah Limited
Habib Metropolitan Bank Limited
KASB Bank Limited
Summit Bank Limited

AUDITORS
KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No.2
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
The Bank of Punjab
Accesss Financial Services (Private) Limited
Al-Falah Securities (Private) Limited
Foundation Securities (Private) Limited
Reliance Financial Products (Private) Limited
Bulls & Bulls (Private) Limited

RATING - AKDOF
JCR-VIS: MFR 5-Star

FUND MANAGER'S REPORT

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

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.

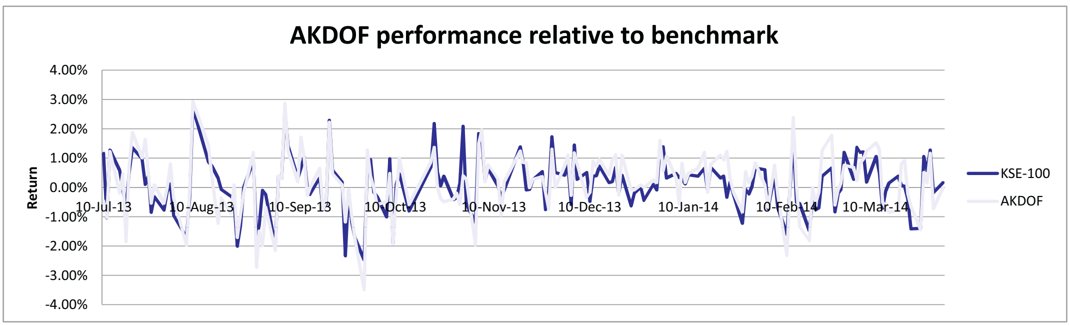
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the nine months period of FY14, the return of the AKD Opportunity Fund stood at a 41.46% versus the benchmark KSE 100 index return of 29.30%, thus outperforming the benchmark by 12.16%.

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 the said benchmark:



Monthly Return	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14
AKD Opportunity Fund	14.21%	-8.34%	-0.16%	-0.25%	6.37%	9.69%	12.06%	-0.64%	4.44%
Benchmark	10.98%	-4.94%	-1.48%	4.32%	6.70%	3.95%	6.03%	-3.74%	5.34%

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 requirement.

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

Asset Allocation (% of Total Asset)	31-Mar-14	31-Dec-13
Equities	85.27%	99.25%
Cash	13%	0.42%
Other Assets	1.73%	0.33%
Leverage	Nil	Nil

viii) Analysis of the collective investment scheme's performance:

Nine months period of FY14 Return	41.46%
Benchmark	29.30%

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

Net Asset Value			NAV per Unit	
31-Mar-14	31-Dec-13	Change in Net Asset	**31-Mar-14**	31-Dec-13
------ (Rupees in '000)------			**------ (Rupees)------**	
957,228	856,476	11.76%	**67.15**	57.74

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:

Economy

The quarter continued to exceed expectations of the broader market. To everyone's surprise, the Government was able to generate foreign funds inflow to meet targets as defined in the agreement signed between the IMF and the Government. The Government's efforts were not just concentrated in increasing the foreign exchange reserves, they also continued their efforts to resolve the energy crisis including the gas and electricity shortfalls and eradicating the menace of insurgency.

The Government has taken concrete steps towards addressing energy shortfalls and in this regard mega long-term projects have been announced and construction work on quite a few projects has already commenced.

Government seems all set to address the menace of insurgency and in this regard committees have been formed on both sides to harness continuing peace in the country.

The Government has continued to work on building foreign exchange reserves and in this regard the Government was able to generate support of USD 1.5 billion from friendly countries, while after a gap of seven years the Government was able to float USD 1 billion euro bond of 5 and 10 years each. The Government expects to get further inflows of USD 1.2 billion from the auction of 3G and 4G licenses and another USD 800 million from Etisalat as underlying properties the center of the dispute is expected to be amicably resolved. This is in addition to the inflows that have already resulted in the Foreign Exchange Reserves to reach USD 10.074 billion as of March 2014 from USD 11.019 billion as at the start of the current fiscal year and a low of USD 7.988 billion as at January 2014.

Other economic factors have also contributed in boosting up investor's confidence in the Pakistani capital markets including the recent growth in the large scale manufacturing sector and increase in private sector credit. On the other hand, unprecedented participation by banks and corporates in longer tenor papers via Pakistan Investment Bonds would indicate imminent liquidity issues in the short-term and less availability for the private sector going forward. When we talk about a country's balance of payment problems it is important to understand that if something can help the country maintain its position, it has to be reliance on a continuous financial inflow rather than one-off grants like those received from Saudi Arabia and loan tranches from the IMF. Needless to say, economic independence will be more achievable when our energy needs are self-reliant.

Even though the increased foreign reserves have resulted in an appreciation of the rupee against the dollar by 8.32% in the first three months of 2014 alone, this is not a welcoming news for the export sector as the rising rupee would make our exports expensive, thereby stopping the country from reaping the benefits that it planned to obtain from the grant of the GSP Plus status. On the contrary, the same would ensure inflation is kept in check and the general public enjoys stability in prices as compared to constant price hikes.

Under the period in concern, Pakistan's economic performance was praised by both the IMF and the World Bank in their reviews of the Country's performance. Such good was the performance that both these supranational bodies increased their expectations of GDP growth of the country. Worth mentioning here is the fact that the Pakistani Government's GDP target for FY14 stood at 4.4% whereas IMF's target was 3.2% and World Bank's 4%.

As far as the money market is concerned, a fundamental shift was witnessed in the recent PIB auction where investors shifted their positions from investing in short term T-Bills to long term Pakistan Investment Bonds. This was majorly a result of contained inflation along with improvement in the overall market sentiment. This would also help Government in its long-term planning where the Government would not need to worry for refinancing in the short-term.

Equity Market Performance

In 3QFY14, a major rally was observed in the oil and gas sector as investors' attention increased towards the sector owing to impeding privatization of Government's stakes in OGDCL. Textile and Banking sectors additionally stayed in the limelight owing to USD depreciation. Top performing sectors across the quarter included Technology Hardware & Equipment (206.1%), Tobacco (141.95%), Household Goods (74.23%) and Beverages (62.12%). On the contrary, Electronic & Electrical Goods (-6.03%), Health Care Equipment & Services (-12.15%) and Software & Computer Services (-14.76%) were the main losers during the quarter.

Future Outlook

As we look ahead, KSE is anticipated to perform well with major dependence being on the strategy of foreign institutional investors. Even though the Index is at the peak of its performance, there still remains a lot to be extracted out of it as it is still trading at multiples which are far below from its regional peers. The major factors that would determine the direction of the KSE-100 Index in the coming quarters include, but are not limited to, the proceeds from the auction of 3G/4G spectrum and the privatization of State Owned Entities in line with the IMF agreement. However, it is pertinent to mention that the image of Pakistan as an investment destination is improving internationally as record participation was witnessed in Pakistan's first Eurobond issue in over 7 years, mostly from intuitional investors. Security conditions of the country along with lack of infrastructure and energy resources are the only points of concern deterring investors from investing in Pakistan.

With Pakistani stocks trading at multiples way cheaper than its regional counterparts, along with an improving economic outlook, the stage seems to be all set for the KSE-100 Index to reach its all-time high. We expect the KSE to perform better in the future and generate higher returns in line with the improving fundamentals of the economy.

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 the 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 the Fund Manager's report under review.

xii) Disclosure on unit split (if any), comprising:

There was no unit split during the period.

xiii) Break down of unit holdings by size:

Range (Units)	No. of Investors
0.1 - 9,999	333
10,000 - 49,999	49
50,000 - 99,999	19
100,000 - 499,999	15
500,000 and above	5
	421

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 brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2014

	Note	31 March 2014 (Unaudited)	30 June 2013 (Audited)
		------- (Rupees in '000)	-------
Assets			
Bank balances	5	**127,627**	37,694
Investments	6	**837,093**	665,709
Receivable against sale of investment		**637**	3
Dividend and profit receivables		**9,739**	473
Security deposits, prepayment and other receivables		**6,612**	2,600
Total assets		**981,708**	706,479
Liabilities			
Remuneration payable to the Management Company		**1,542**	1,142
Remuneration payable to the Trustee		**152**	112
Annual fee payable to Securities and Exchange Commission of Pakistan		**617**	422
Payable against purchase of investments		**916**	3,484
Payable on redemption of units		**90**	12,461
Accrued expenses and other liabilities	7	**3,910**	1,351
Provision for Workers' Welfare Fund	8	**17,241**	11,516
Unclaimed dividend		**11**	11
Total liabilities		**24,479**	30,499
Contingencies and commitments	9	-	-
Net assets		**957,229**	675,980
Unit holders' fund (as per statement attached)		**957,229**	675,980
		(Number of Units)	
Number of units in issue		**14,255,183**	11,087,450
		(Rupees)	
Net assets value per unit (face value per unit Rs. 50/-)		**67.15**	60.97

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Note	Nine months period ended 31 March 2014	Nine months period ended 31 March 2013	Three months period ended 31 March 2014	Three months period ended 31 March 2013
		--------(Rupees in '000)--------			
Income					
Gain on sale of 'held for trading investments' - net		**159,135**	49,555	**82,315**	26,081
Dividend income		**26,638**	18,689	**9,778**	11,513
Profit on bank balances		**1,730**	390	**724**	124
Profit on investment in debt securities		**-**	2	**-**	-
Net unrealised appreciation / (diminution) in the fair value of investments 'at fair value through profit or loss - held for trading'		**128,782**	72,692	**53,508**	(5,891)
		316,285	141,328	**146,325**	31,827
Expenses					
Remuneration to the Management Company		**12,991**	5,950	**4,434**	2,019
Remuneration to the Trustee		**1,299**	594	**443**	202
Annual fee to the Securities and Exchange Commission of Pakistan		**617**	283	**211**	96
Securities transaction cost		**2,824**	916	**1,257**	407
Auditors' remuneration		**199**	206	**59**	68
Provision for workers' welfare fund	8	**5,726**	2,476	**2,616**	500
Others		**5,079**	1,447	**1,650**	426
		28,735	11,872	**10,670**	3,718
Net income from operating activities		**287,550**	129,456	**135,655**	28,109
Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed - net		**(6,987)**	(8,118)	**(7,503)**	(3,612)
Net income for the period before taxation		280,563	121,338	128,152	24,497
Taxation	10	-	-	-	-
Net income for the period after taxation		**280,563**	121,338	**128,152**	24,497

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Nine months period ended 31 March		Three months period ended 31 March	
	2014	2013	**2014**	2013
	-----------------(Rupees in '000)-----------------			
Net income for the period	**280,563**	121,338	**128,152**	24,497
Other comprehensive income for the period	**-**	-	-	-
Total comprehensive income for the period	**280,563**	121,338	**128,152**	24,497

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Nine months period ended 31 March		Three months period ended 31 March	
	2014	2013	**2014**	2013
	(Rupees in '000)			
Surplus / (Deficit) at beginning of the period				
Represented by:				
- Realised	**(70,398)**	(154,577)	**(83,481)**	(203,422)
- Unrealised	**108,530**	(39,982)	**124,343**	53,484
	38,132	(194,559)	**40,862**	(149,938)
Net income for the period	**280,563**	121,338	**128,152**	24,497
Distribution:				
Bonus units issued for the year ended 30 June 2013 at the rate of Rs.13.50 per unit distributed on 08 July 2013 (2012 : Bonus units issued for the year ended 30 June 2012 at the rate of Rs.6.50 per unit distributed on 09 July 2012)	**(149,681)**	(52,220)	**-**	-
	130,882	69,118	**128,152**	24,497
Surplus / (Deficit) at end of the period	**169,014**	(125,441)	**169,014**	(125,441)
Represented by:				
- Realised	**(3,880)**	(168,030)	**(3,880)**	(168,030)
- Unrealised	**172,894**	42,589	**172,894**	42,589
	169,014	(125,441)	**169,014**	(125,441)

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala	**Nadeem Saulat Siddiqui**
Chief Executive Officer	Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Nine months period ended 31 March		Three months period ended 31 March	
	2014	2013	**2014**	2013
	-------------------(Rupees in '000)-------------------			
Net assets at beginning of the period	**675,980**	335,584	**856,476**	418,543
Cash received on issue of 9,032,152 (2013: 4,375,608) units*	**327,548**	123,530	**112,067**	58,235
Cash paid on redemption of 5,864,419 (2013: 3,666,732) units	**(333,849)**	(158,865)	**(146,969)**	(75,182)
	(6,301)	(35,335)	**(34,902)**	(16,947)
Element of (income) / loss and capital (gains) / losses included in prices of units sold less those in units redeemed - net	**6,987**	8,118	**7,503**	3,612
Total comprehensive income for the period (Profit for the period)	**280,563**	121,338	**128,152**	24,497
Net assets at end of the period	**957,229**	429,705	**957,229**	429,705
	---------------------- (Rupees) ----------------------			
Net assets value per unit at beginning of the period	**60.97**	41.77	**57.74**	45.89
Net assets value per unit at end of the period	**67.15**	49.15	**67.15**	49.15

* This includes 3,153,288 (2013: 1,480,517) units issued as bonus units.

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

	Nine months period ended 31 March		Three months period ended 31 March	
	2014	2013	**2014**	2013
	------------------(Rupees in '000)------------------			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period	**280,563**	121,338	**128,152**	24,497
Adjustments for:				
Net unrealised (appreciation) / diminution in the fair value of investments 'at fair value through profit or loss - held for trading'	**(128,782)**	(72,692)	**(53,508)**	5,891
Profit on bank balances	**(1,730)**	(390)	**(724)**	(124)
Element of (income) / loss and capital (gains) / losses - net included in prices of units sold less those in units redeemed - net	**6,987**	8,118	**7,503**	3,612
	157,038	56,374	**81,423**	33,876
(Increase) / decrease in assets				
Investments	**(42,602)**	(38,440)	**85,533**	(28,371)
Dividend receivables	**(9,030)**	(7,782)	**(9,277)**	(8,227)
Receivable against sale of investments	**(634)**	(1,979)	**(637)**	(1,979)
Profit received	**1,494**	796	**513**	532
Deposits, prepayment and other receivables	**(4,012)**	1,418	**(3,987)**	10
	(54,784)	(45,987)	**72,145**	(38,035)
Increase / (decrease) in liabilities				
Remuneration payable to the Management Company	**400**	187	**93**	(1)
Remuneration payable to the Trustee	**40**	15	**9**	-
Annual fee payable to the Securities and Exchange Commission of Pakistan	**195**	(82)	**211**	96
Payable against purchase of investments	**(2,568)**	-	**916**	-
Payable on redemption of units	**(12,371)**	22,454	**(109)**	22,393
Accrued expenses and other liabilities	**2,559**	255	**1,514**	16
Provision for Workers' Welfare Fund	**5,725**	2,476	**2,615**	500
	(6,020)	25,305	**5,249**	23,004
Net cash generated from operating activities	**96,234**	35,692	**158,817**	18,845
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash received on issuance of units	**327,548**	123,530	**112,067**	58,235
Cash paid on redemption of units	**(333,849)**	(158,865)	**(146,969)**	(75,182)
Net cash used in financing activities	**(6,301)**	(35,335)	**(34,902)**	(16,947)
Net increase in cash and cash equivalents during the period	**89,933**	357	**123,915**	1,898
Cash and cash equivalents at beginning of the period	**37,694**	2,556	**3,712**	1,015
Cash and cash equivalents at end of the period	**127,627**	2,913	**127,627**	2,913

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Nadeem Saulat Siddiqui
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2014

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Opportunity Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. It has been constituted under the trust deed, dated 19 December 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 7 December 2005 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 19 December 2005 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003.

Accordingly title to the assets of the Fund is held in the name of Central Depository Company Limited as a Trustee of the Fund. The Fund is registered as notified entity under NBFC Regulations, 2008.

The Fund is an open end mutual fund and is listed on Karachi Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund. Title to the assets of the Fund is held in the name of Central Depository Company Limited as a trustee of the Fund.

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 registered office of the Management Company is situated at 216-217, Continental Trade Centre, Block-8, Clifton, Karachi, in the province of Sindh, Pakistan.

The Management Company has assigned 'AM3-' (Management quality) by JCR-VIS Credit Rating Company Limited on 19 June 2013 and the Fund has assigned 'MFR '5-Star' (Star ranking) by The Pakistan Credit Rating Agency (PACRA) on April 08, 2014.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial information for the nine months period ended 31 March 2014 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the

NBFC Regulations). In case where requirements differ, the provisions of / or directives issued under the Companies Ordinance 1984, the NBFC Rules and the NBFC Regulations have been followed.

These condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2013.

These condensed interim financial information are being submitted to the unit holders as required under Regulation 38 (g) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). This Condensed financial information is unaudited.

2.2 Judgments and estimates

In preparing these condensed interim financial information, Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by Management in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 30 June 2013.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed for the preparation of these condensed interim financial information are the same as those applied in preparing the financial statements as at and for the year ended 30 June 2013.

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund.

4. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2013.

	Note	**31 March 2014 (Unaudited)**	30 June 2013 (Audited)
		(Rupees in '000)	
5. BANK BALANCES			
-In profit and loss sharing accounts	*5.1*	**127,602**	37,667
-In current accounts		**25**	27
		127,627	37,694

5.1 These represent profit and loss sharing accounts maintained with various banks carrying mark-up rates ranging from 7.5% to 8.5% (30 June 2013: 8% to 10.5%) per annum.

	Note	31 March 2014 (Unaudited)	30 June 2013 (Audited)
		(Rupees in '000)	
6. INVESTMENTS			
Investments in securities at fair value through profit or loss - held for trading			
Listed equity securities (Ordinary Shares)	6.1	**837,093**	665,709
		837,093	665,709

6.1 **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 1 July 2013	Acquired during the Period	Bonus / right shares received during the Period	Disposed during the Period	Holding at end of the Period 31 March 2014	Cost as of the period ended 31 March 2014	Market value / Carrying value as at 31 March 2014	Percentage in relation to total market value of investment
	(Number of Share)					(Rupees in '000)		
Commercial Banks								
Bank Alfalah Limited	2,786,000	1,000,000	-	1,776,000	2,010,000	35,559	53,707	6.42
Bank Al-Habib Limited	-	500,000	38,450	115,500	422,950	12,304	15,696	1.88
Bank Islami Pakistan Limited	1,050,000	1,053,000	-	-	2,103,000	14,062	22,039	2.63
Faysal Bank Limited	-	45,500	-	-	45,500	530	639	0.08
Habib Bank Limited	270,000	-	5,850	211,500	64,350	5,935	11,217	1.34
Habib Metropolitan Bank Limited	374,510	-	-	-	374,510	8,161	9,996	1.19
National Bank Of Pakistan	-	231,000	-	-	231,000	12,275	12,488	1.49
NIB Bank Limited	823,471	-	-	-	823,471	3,739	1,894	0.23
Samba Bank Limited	-	412,000	-	-	412,000	1,957	2,385	0.28
Summit Bank Limited	-	5,990,500	-	-	5,990,500	17,630	20,368	2.43
						112,152	**150,429**	
Non Life Insurance								
Askari General Insurance Company Limited	561,500	-	-	-	561,500	10,064	11,550	1.38
Premier Insurance Limited	223,000	50,000	-	273,000	-	-	-	-
						10,064	**11,550**	
Personal Goods (Textile)								
Cresent Fibres Limited	37,000	-	-	-	37,000	1,038	1,257	0.15
Ellcot Spinning Mills Limited	120,638	-	-	-	120,638	3,592	10,722	1.28
Fazal Cloth Mills Limited	500	-	100	-	600	56	119	0.01
Gul Ahmed Textile Mills Limited	66,084	-	13,216	-	79,300	1,321	3,954	0.47
Island Textile Mills Limited	30,200	300	-	-	30,500	5,029	30,058	3.59
Saif Textile Mills Limited	100,000	-	-	-	100,000	1,360	2,922	0.35
Samin Textiles Limited	53,500	-	-	-	53,500	440	700	0.08
Service Industries Limited	21,536	-	-	-	21,536	4,369	10,380	1.24
						17,206	**60,112**	

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	Holding at beginning of the Period 1 July 2013	Acquired during the Period	Bonus / right shares received during the Period	Disposed during the Period	Holding at end of the Period 31 March 2014	Cost as of the period ended 31 March 2014	Market value / Carrying value as at 31 March 2014	Percentage in relation to total market value of investment
	(Number of Share)					(Rupees in '000)		
Construction and Materials								
Akzo Nobel Pakistan Limited	-	40,000	-	-	40,000	3,261	4,767	0.57
Balochistan Glass Limited	-	1,300,000	-	-	1,300,000	9,076	9,815	1.17
D. G. Khan Cement Company Limited	-	1,027,000	-	1,027,000	-	-	-	-
Dewan Cement Limited	1,752,500	6,156,000	-	414,500	7,494,000	49,489	64,823	7.74
Lafarge Pakistan Cement Limited	100,000	-	-	100,000	-	-	-	-
Maple Leaf Cement Factory Limited	-	9,500	-	-	9,500	207	280	0.03
						62,032	**79,684**	
Oil and Gas								
Attock Refinery Limited - note 6.2	-	314,700	-	114,900	199,800	49,159	44,128	5.27
Mari Petroleum Company Limited	-	50,000	-	50,000	-	-	-	-
National Refinery Limited	45,600	-	-	-	45,600	10,455	10,434	1.25
Oil & Gas Development Company Limited	-	80,900	-	80,900	-	-	-	-
Pakistan State Oil Company Limited	64,640	176,300	-	240,940	-	-	-	-
Shell Pakistan Limited	-	117,200	-	117,200	-	-	-	-
						59,614	**54,562**	
Multiutilities (Gas and Water)								
Sui Northern Gas Pipelines Limited	684,000	1,387,000	-	637,000	1,434,000	31,523	32,122	3.84
Sui Southern Gas Company Limited	1,698,595	4,872,405	-	3,770,500	2,800,500	73,467	80,346	9.60
						104,990	**112,468**	
Electricity								
Kohinoor Energy Limited	627,750	-	-	627,750	-	-	-	-
						-	**-**	
Industrial Metals and Mining								
Crescent Steel And Allied Products Limited	358,000	-	-	358,000	-	-	-	-
Huffaz Seamless Pipe Industries Limited	276,675	-	-	-	276,675	7,931	5,747	0.69
International Industries Limited	236,000	53,000	-	-	289,000	12,160	16,560	1.98
International Steels Limited	100,000	-	-	24,500	75,500	1,057	1,857	0.22
						21,147	**24,164**	

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	Holding at beginning of the Period 1 July 2013	Acquired during the Period	Bonus / right shares received during the Period	Disposed during the Period	Holding at end of the Period 31 March 2014	Cost as of the period ended 31 March 2014	Market value / Carrying value as at 31 March 2014	Percentage in relation to total market value of investment
	(Number of Share)					(Rupees in '000)		
Industrial Transportation								
Pakistan International Bulk Terminal Limited	35,000	-	-	-	35,000	-	2,361	0.28
Pakistan National Shipping Corporation Limited	136,970	-	-	-	136,970	9,564	10,059	1.20
						9,564	**12,420**	
Electronic and Electrical Goods								
Pakistan Cables Limited	-	19,000	-	-	19,000	1,398	1,482	0.18
						1,398	**1,482**	
Fixed Line Telecommunication								
Pak Datacom Limited	304,227	-	-	-	304,227	22,968	19,851	2.37
Pakistan Telecommunication Company Limited	1,990,500	100,000	-	2,090,500	-	-	-	-
Telecard Limited	1,000,000	1,000,000	-	-	2,000,000	11,200	10,560	1.26
Wateen Telecom Limited	3,250,000	-	-	3,250,000	-	-	-	-
						34,167	**30,411**	
Chemicals								
Archroma Pakistan Limited	138,600	19,000	-	107,600	50,000	14,808	14,755	1.76
Arif Habib Corporation Limited	150,000	-	-	-	150,000	3,483	4,116	0.49
Biafo Industries Limited	-	474,900	-	225,000	249,900	24,990	24,240	2.90
Engro Corporation Limited	421,500	200,000	-	521,500	100,000	18,600	18,647	2.23
Engro Fertilizers Limited	-	1,817,000	-	1,817,000	-	-	-	-
Engro Polymer & Chemicals Limited	-	56,500	-	56,500	-	-	-	-
Fatima Fertilizer Company Limited	112,000	338,000	-	450,000	-	-	-	-
Lotte Chemical Pakistan Limited	1,024,500	476,500	-	770,000	731,000	5,609	5,168	0.62
Nimir Industrial Chemical Limited	-	50,250	-	33,500	16,750	114	315	0.04
						67,604	**67,241**	
General Industrials								
Macpac Films Limited	-	337,500	-	28,000	309,500	6,042	5,989	0.72
Merit Packaging Limited	167,500	316,500	1,256,250	-	1,740,250	23,533	31,342	3.74
Siemens (Pakistan) Engineering Company Limited	-	4,700	-	4,700	-	-	-	-
Thal Limited	335,905	135,200	-	335,905	135,200	21,121	22,949	2.74
						50,696	**60,280**	

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless stated otherwise)	Holding at beginning of the Period 1 July 2013	Acquired during the Period	Bonus / right shares received during the Period	Disposed during the Period	Holding at end of the Period 31 March 2014	Cost as of the period ended 31 March 2014	Market value / Carrying value as at 31 March 2014	Percentage in relation to total market value of investment
	(Number of Share)					(Rupees in '000)		
Pharma and Bio Tech								
Otsuka Pakistan Limited	168,871	-	16,887	-	185,758	12,645	9,039	1.08
The Searle Pakistan Limited	-	44,800	-	44,800	-	-	-	-
Wyeth Pakistan Limited	11	-	-	11	-	-	-	-
						12,645	**9,039**	
Support Services								
TRG Pakistan Limited	5,831,124	849,500	-	-	6,680,624	37,437	93,328	11.15
						37,437	**93,328**	
Beverages								
Murree Brewery Company Limited	-	8,300	-	8,300	-	-	-	-
						-	**-**	
Food Producers								
National Foods Limited	-	10,400	-	10,400	-	-	-	-
Noon Sugar Mills Limited	144,870	169,500	-	-	314,370	8,207	8,488	1.01
Quice Food Limited	-	325,000	-	-	325,000	2,539	2,571	0.31
Shakarganj Mills Limited	256,000	262,000	-	-	518,000	9,330	9,573	1.14
						20,076	**20,631**	
Technology Hardware and Equipment								
TPL Trakker Limited	5,190,958	498,000	-	1,305,500	4,383,458	35,397	38,618	4.61
						35,397	**38,618**	
Automobile and Parts								
General Tyre & Rubber Company Of Pakistan Limite	43,500	-	-	-	43,500	1,659	2,235	0.27
						1,659	**2,235**	
Foresty (Paper & Board)								
Century Paper & Board Limited	-	100,000	15,000	-	115,000	3,950	6,333	0.76
						3,950	**6,333**	
Health Care Equipments And Services								
Shifa International Hospitals Limited	-	19,000	-	-	19,000	2,400	2,105	0.25
						2,400	**2,105**	
Total as at 31 March 2014						**664,199**	**837,093**	
Total as at 30 June 2013						557,179	665,709	

6.2 Shares having market value of Rs. 33.13 million of Attock Refinery Limited are pledged with National Clearing Company of Pakistan Limited as on 31 March 2014.

7. ACCRUED EXPENSES AND OTHER PAYABLES	**Note**	**31 March 2014 (Unaudited)**	30 June 2013 (Audited)
		(Rupees in '000)	
Auditors' remuneration		**180**	195
Brokerage payable		**445**	271
Withholding tax		**556**	-
Sindh Sales Tax on Management remuneration	7.1	**286**	200
Federal Excise Duty on Management remuneration	7.2	**2,188**	110
Others		**254**	575
		3,910	1,351

7.1 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 16% on the remuneration of the Management Company and sales through Sindh Sales Tax on Services Act, 2011, effective from 1 July 2011. This amount is payable to the Management Company who then pays it to the Government of Sindh.

7.2 The Finance Act, 2013 introduced an amendment to Federal Excise Act 2005 where by Federal Excise Duty (FED) has been imposed at the rate of 16% of the services rendered by assets management companies. However the MUFAP has filed a petition in the Sindh High Court (SHC) challenging the levy of FED on assets management services. The SHC in its short order of September 2013 directed the FBR not to take any coercive action against the petitioners pursuant to impugned notices till next date of hearing. In view of uncertainty regarding the applicability of FED on asset management services, the management, as a matter of abundant caution, has decided to retain and continue with the provision of FED in this condensed interim financial information which aggregates Rs. 2.188 million as at 31 March 2014. Had the said provision of FED not been recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Re. 0.100 per unit (30 June 2013: Re. 0.010 per unit)."

8. PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending for adjudication.

During the year 2011, a single bench of the Lahore High Court (LHC) in a constitutional petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act 2008, has declared the said amendments as unlawful and unconstitutional and struck them down. However, in the month of March 2013, a larger bench of the Sindh High Court (SHC) in various constitutional petitions declared that amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act 2008, do not suffer from any constitutional or legal infirmity and overruled a single-member LHC bench judgement issued in August 2011.

However, as per the advice of legal counsel of MUFAP, the stay granted to CIS (as mentioned in the first paragraph) remains intact and the constitution petitions filed by the CIS to challenge the Workers Welfare Fund contribution have not been affected by the SHC judgment.

In view of above stated facts and considering the uncertainty on the applicability of WWF to mutual funds due to show cause notices issued to a number of mutual funds, the management company as a matter of abundant caution has decided to continue to maintain the provision for WWF amounting to Rs. 17.24 million up to 31 March 2014.

Had the above recognition not been made, the net assets value per unit of the Fund would be higher by Rs. 1.21 / 1.80% (30 June 2013: Rs. 1.04 / 1.7%).

9. CONTINGENCIES AND COMMITMENTS

The Fund had no contingency or commitment at the period end.

10. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of 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 realised or unrealised is distributed amongst the unit holders. 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 unrealised capital gains to the unit holders. The Fund has not recorded any tax liability in respect of the income relating to current period as the management intends to distribute at least 90% of the income earned by the year ending 30 June 2014 as reduced by capital gains (whether realised or unrealised) 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.

11. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include AKD Investment Management Limited (AKDIML), being the asset management company of the Fund, Aqeel Karim Dhedhi Securities (Private) Limited, AKD Securities Limited being the related companies 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 also includes entities holding 10% or more in the units of the Fund as at 31 March 2014. It also includes staff retirement funds of the above connected persons / related parties.

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. Purchase and redemptions of the Fund's units by the connected persons / related parties are recorded at the applicable net asset value per unit. Other transactions are recorded in accordance with the agreed terms.

Transactions and balances with related parties other than those disclosed elsewhere are as follows:

11.1 **Details of transactions with connected persons/related parties during the period**	**Nine months period ended 31 March**	
	2014	2013
	(Rupees in '000)	
AKD Investment Management Limited - Management Company of the Fund		
Remuneration	**12,991**	5,950
Sindh Sales tax on Management Company's Remuneration	**2,411**	952
Federal excise duty on Management Company's Remuneration	**2,079**	-
Sales load	**426**	76
Units issued - 446,594 (2013: 179,984) units	**21,906**	8,211
Units redeemed - 677,766 (2013: 514,036) units	**33,380**	21,215
Issue of bonus - 51,188 (2013: 79,989) units	**2,430**	2,821
Gain on redemption of units - net (earned by the investor)	**833**	1,485
Aqeel Karim Dhedhi Securities (Private) Limited - Staff Provident Fund		
Issue of bonus - 10,711 (2013: 5,861) units	**508**	207
National Bank of Pakistan (having invested more than 10% in the units of the Fund)		
Issue of bonus - 1,104,831 (2013: 604,504) units	**52,446**	21,322
Sindh Province Pension Fund (having invested more than 10% in the units of the fund)		
Units redeemed - 829,500 (2013: Nil) units	**52,383**	-
Issue of bonus - 367,443 (2013: Nil) units	**17,443**	-
Gain on redemption of units - net (earned by the investor)	**6,156**	-
AKD Investment Management Limited - Staff Provident Fund		
Issue of bonus - 14,753 (2013: 8,275) units	**700**	292
Units issued - 72,978 (2013: 51,874) units	**4,600**	2,000
Units redeemed - 66,627 (2013: 53,180) units	**4,308**	2,004
Gain on redemption of units - net (earned by the investor)	**1,608**	312

	Nine months period ended 31 March 2014	2013
	(Rupees in '000)	
AKD Securities Limited - Brokerage House		
Commission paid on purchase and sale of marketable securities	**91**	86
Golden Arrow Selected Stocks Fund Limited (Fund managed by the Management company)		
Sale of investments	**51,761**	13,486
Miss Ayesha Aqeel - close relative of Mr. Aqeel Karim Dhedhi		
Purchase of 299,900 shares of BIAFO Industries Limited by the Fund	**29,990**	-
Ms. Yasmeen Dhedhi - close relative of Mr. Aqeel Karim Dhedhi		
Purchase of 175,000 shares of BIAFO Industries Limited by the Fund	**17,500**	-
Sale of 50,000 shares of BIAFO Industries Limited by the Fund	**5,000**	-
Directors of the Management Company (Key management person)		
Issue of bonus units - 2,523 (2013: 5,903) units	**120**	208
Redemption of units - 11,392 units (2013: 27,356) units	**681**	1,209
Gain on redemption of units - net (earned by the investor)	**226**	59
Spouse - Chief Executive Officer of the Management Company		
Issue of bonus units - Nil (2013: 2,775)	**-**	98
Redemption of units - Nil (2013: 17,832) units	**-**	795
Gain on redemption of units - net (earned by the investor)	**-**	117
Spouse - Key Management Personnel		
Issue of bonus units - Nil (2013: 363)	**-**	13
Redemption of units - Nil (2013: 5,733) units	**-**	256
Units issued - Nil (2013: 3,402)	**-**	125
Gain on redemption of units - net (earned by the investor)	**-**	44
Central Depository Company of Pakistan - Trustee of the Fund		
Remuneration	**1,299**	594
Central depository service charges	**78**	29

	As at 31 March 2014 (Un-audited)	As at 30 June 2013 (Audited)
	(Rupees in '000)	
11.2 Balance as at period / year ended		
AKD Investment Management Limited - Management Company of the Fund		
Remuneration payable	**1,542**	1,142
Sales tax payable on Management Company's Remuneration	**286**	200
Sales load payable	**115**	109
Federal Excise Duty payable on Management Company's Remuneration	**2,188**	110
Units Outstanding - Nil (June 2013: 179,984)	**-**	10,973
Central Depository Company of Pakistan - Trustee		
Remuneration payable	**152**	112
Security deposit	**100**	100
CDS charges	**16**	6
AKD Securities Limited- Brokerage House		
Brokerage payable on purchase and sale of marketable securities	**23**	99
AKD Cash Fund		
Receivable against Conversion of units	**4,000**	-
National Bank of Pakistan (having invested more than 10% in the units of the fund)		
Units outstanding - 4,989,590 (33.64% of the total units in issue as at the period end) (June 2013: 3,884,759 (35.04% of the total units in issue as at the year end))	**355,049**	236,846
AKD Investment Management Limited Staff Provident Fund		
Units outstanding - 72,978 (June 2013: 51,874)	**4,900**	3,163
Aqeel Karim Dhedhi Securities (Private) Limited - Staff Provident Fund		
Units outstanding - 48,373 (June 2013: 37,662)	**3,248**	2,296
Sindh Province Pension Fund (having invested more than 10% in the units of the fund)		
Units outstanding - 829,929 (5.82 % of the total units in issue as at the period end) (June 2013:1,291,986 (11.65% of the total units in issue as at the year end))	**55,729**	78,770
Mr. Nadeem Saulat Siddiqui - Executive Director of the Management company		
Units outstanding - Nil (June 2013: 8,869)	**-**	541

12. GENERAL

12.1 These condensed interim financial information are unaudited.

12.2 These condensed interim financial information are presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest of rupees.

13. DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial information were authorised for issue on April 21, 2014 by the Board of Directors of the Management Company.

For AKD Investment Management Limited
(Management Company)

Imran Motiwala	**Nadeem Saulat Siddiqui**
Chief Executive Officer	Director

AKD Investment
Management Ltd.

216-217, Continental Trade Centre, Block-8, Clifton, Karachi-74000
U.A.N : 92-21-111 AKDIML (111-253-465) Fax : 92-21-35373217, 35303125
E-mail : info@akdinvestment.com Website : www.akdinvestment.com