AKD Opportunity Fund

For the month ending February 2011

Fund activity during the month

AKD Opportunity Fund (AKDOF) outperformed the KSE-100 index by 4.35% in February 2011, posting -4.31% return versus a Benchmark KSE-100 return of -8.66%. Despite the lackluster market in the period under review, the Fund's exposures in the Chemical and Gas & Water Utilities helped in outperformance. Position in Dawood Hercules registered a return of 20.8% due to a positive surprise owing to a 300% bonus announcement. Similarly, SSGC delivered yet another round of positive performance on the back of strong results owing to the relaxation of UFG standards, vindicating the view held by the IC.

Market participants have been nervous owing to foreign portfolio outflows and surge in Oil prices. Pakistan economy has shown resilience by outperforming GDP growth expectations despite monetary tightening and weak global economic fundamentals. This economy has a lot of potential. What is missing is political will, management capability and good governance in the public sector. The IC believes that belated moves to tackle circular debt crisis in the energy sector may help avoid a fiscal blowout. If so, the broader market will regain its footing and be in a better position to absorb FPI selling.

Name of non-compliant investment	Type of Investment	Value of Investment before provision	Provision held if any	Value of investment after provision	% of Net Assets	% of Gross Assets
World Call Telecom Limited	Term Finance Certficate	7,472,849	-	7,472,849	1.74%	1.69%

Investment Objective

AKDOF filters through the opportunity presented 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

Fund Information

Fund Type	Open-end
Category	Equity
Date of Fund launch	March, 2006
Assets under Management	428.633mn
NAV (28th Feb 2011)	PkR 29.95
Benchmark	KSE100 Index
Dealing Days	Mon to Fri
Cut-off Timmings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	3%
Sales Load	3%
Risk Profile	Moderate / High
Trustee	CDC
Auditor	M. Yousaf Adil Saleem & Co.
Asset Manager Rating	AM3

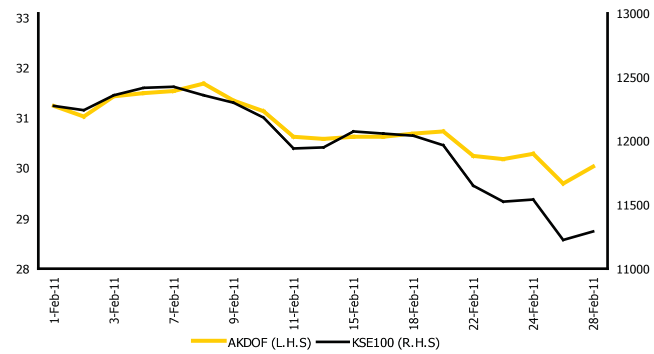
Portfolio Characteristics

Statistics	FY10
Price to Earning Ratio	8.94x
EPS Growth	25.58%
Dividend Yield	5.18%
No. of Long Term Positions	26
Beta	0.77

Investment Committee Members

Mr. Nadeem Naqvi
Mr. Imran Motiwala
Mr. Amin Hussain
Mr. Muhammad Yaqoob
Mr. Ahmed Hassan

Fund Performance



	FYTD	1 Month	3 Month	6 Month	1 Year
KSE 100	16.12%	-8.66%	0.48%	15.04%	16.89%
AKDOF	15.51%	-4.31%	0.50%	16.54%	-0.44%

Debt Securities (% of NAV)	Ratings	Feb 28, 2011
Worldcall Telecom Limited	A	1.74%

Top Ten Equity Holdings

Dawood Hercules	11.51%	Habib Metropolitan Bank Limited	6.34%
Sui Southern Gas Company	11.04%	Kohinoor Energy Limited	4.40%
Clariant Pakistan Limited	9.68%	Artistic Denim Mills Limited	4.37%
Thal Limited	7.93%	Sitara Chemical	4.37%
National Refinery Limited	7.72%	Habib Bank Limited	4.36%

Asset Allocation (% of Total Assets)	Jan 31, 2011	Feb 28, 2011
Equities	94.69%	95.63%
TFCs	1.55%	1.69%
Cash	0.72%	1.97%
Other Assets	3.04%	0.72%
Leverage	NIL	NIL

Sector Allocation (% of NAV)	Jan 31, 2011	Feb 28, 2011
Chemicals	24.89%	27.43%
Banks	15.15%	13.39%
Gas Water and Multiutilities	9.26%	11.04%
Personal Goods	8.41%	8.22%
General Industrials	8.82%	7.93%