AKD OPPORTUNITY FUND

Fund Manager Report - Feb 2010

Fund activity during the month

AKD Opportunity Fund (AKDOF) posted a return of 2.94%, whereas KSE-100 index posted a return of 0.45%. The fund outperformed its benchmark by 2.49%. The performance of the fund was largely driven by strong price performance of banking stocks. Positions in telecommunications segment were reduced as price targets were achieved for selected stocks. Similarly, the exposure to the Power sector decreased due to below expectation returns and neutral outlook in the near term.

The fund remained heavily invested in equities, whereas the cash proportion declined to 0.32% of net assets. The debt portion of the net assets remained relatively unchanged during the month.

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	585.342mn
NAV (26th Feb 2010)	45.45
Benchmark	KSE100 Index
Dealing Days	Mon to Fri
Cut-off Timming	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	3%
Trustee	CDC
Auditor	M. Yousaf Adil Saleem & Co.
Asset Manager Rating	AM3
Fund Ranking	MFR 1 Star (1 Year)

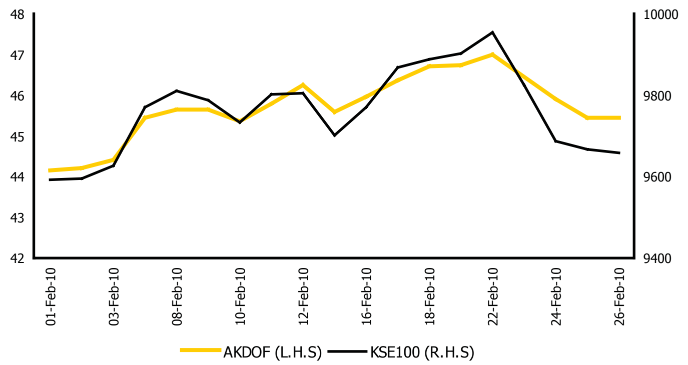
Portfolio Characteristics

Statistics	**FY10E**
Price to Earning Ratio	8.12x
Price to Book Value Ratio	1.35x
EPS Growth	13.49%
Dividend Yield	3.86%
No. of Long Term Positions	30
Beta	0.86

Investment Committee Members

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

Fund Performance



	YTD	1 Month	3 Month	6 Month	1 Year
KSE 100	34.84%	0.45%	4.91%	11.32%	68.62%
AKDOF	29.12%	2.94%	5.21%	13.77%	62.32%

Debt Securities (% of NAV)	Ratings	Feb10
Worldcall Telecom Limited	A	1.62%
JDW Sugar Mills Limited	A	3.22%

Top Ten Equity Holdings

National Bank of Pakistan	10.92%	Habib Metropolitan Bank Limited	5.49%
Dawood Hercules	9.56%	Sitara Chemical Industries Limited	5.09%
National Refinery Limited	6.91%	Pak Datacom Limited	4.44%
Clariant Pakistan Limited	6.29%	Artistic Denim Mills Limited	4.25%
Kohinoor Energy Limited	5.71%	Sui Southern Gas Company Limited	4.13%

Asset Allocation (% of NAV)	Jan10	Feb10
Equities	88.86%	94.38%
Fixed Income	4.61%	4.84%
Cash	6.53%	0.78%

Sector Allocation (% of NAV)	Jan10	Feb10
Commercial Banks	22.26%	24.91%
Chemicals	11.48%	11.38%
Fertilizer	10.95%	9.56%
Technology & Communication	6.63%	7.60%
Refinery	7.36%	7.56%