

Quarterly Report

September 30, 2023

(un-audited)



Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit from the Experience

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. Khalid Mahmood

Chief Executive Officer*

Mr. Imran Motiwala

Director(s)

Ms. Anum Dhedhi
Ms. Aysha Ahmed
Mr. Ali Wahab Siddiqi
Mr. Hasan Ahmed
Mr. Abid Hussain

CHIEF OPERATING OFFICER AND COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob Sultan, CFA

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Mr. Muhammad Munir Abdullah

HEAD OF INERNAT AUDIT OF THE MANAGEMENT COMPANY

Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW)

AUDIT AND RISK MANAGEMENT COMMITTEE

Mr. Ali Wahab Siddiqui (Chairman)
Mr. Hasan Ahmed (Member)
Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW) (Secretary)

HUMAN RESOURCE AND REMUNERATION (HR & R) AND NOMINATION COMMITTEE

Ms. Aysha Ahmed (Chairperson)
Mr. Abdul Karim (Member)
Mr. Imran Motiwala (Member)
Ms. Anum Dhedhi (Member)
Mr. Muhammad Yaqoob Sultan, CFA (Secretary)

RATING

AKD Investment Management Limited AM3++ (AM Three Plus Plus) issued by PACRA

**Election of Directors was held on October 10, 2023.*

Approval is 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

- » Keep primary focus on investing clients' interest
- » Achieve highest standards of regulatory compliance and good governance
- » Prioritize risk management while endeavouring 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 leading 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), Golden Arrow Stock Fund (GASF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), AKD Islamic Stock Fund (AKDISSF) and AKD Islamic Daily Dividend Fund (AKDIDDF) is pleased to present its first quarter report along with the Funds' un-audited Financial Statements for the quarter ended September 30, 2023.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 1QFY24, the return of AKD Opportunity Fund stood at 4.38% compared to the benchmark KSE-100 Index return of 11.53%.

Golden Arrow Stock Fund (GASF)

For the 1QFY24, the return of Golden Arrow Stock Fund stood at 9.11% compared to the benchmark KSE-100 Index return of 11.53%.

AKD Islamic Stock Fund (AKDISSF)

For the 1QFY24, the return of AKD Islamic Stock Fund stood at 19.77% compared to the benchmark KMI-30 Index return of 9.78%.

AKD Index Tracker Fund (AKDITF)

For the 1QFY24, the return of AKD Index Tracker Fund stood at 10.91% compared to the benchmark KSE-100 Index return of 11.53%.

AKD Cash Fund (AKDCF)

For the 1QFY24, the annualized return of AKD Cash Fund stood at 21.69% compared to the benchmark return of 21.94%.

AKD Islamic Income Fund (AKDISIF)

For the 1QFY24, the annualized return of AKD Islamic Income Fund stood at 20.70% compared to the benchmark return of 7.60%.

AKD Aggressive Income Fund (AKDAIF)

For the 1QFY24, the annualized return of AKD Aggressive Income Fund stood at 22.43% as compared to the benchmark return of 23.54%.

AKD Islamic Daily Dividend Fund (AKDIDDF)

For the 1QFY24, the annualized return of AKD Islamic Daily Dividend Fund stood at 18.79% as compared to the benchmark return of 8.35%.

MACRO PERSPECTIVE

The year FY24 brought fresh tides of hope for Pakistan as the economy stepped on the path to recovery. Pakistan saw a major decline in imports as high inflation coupled with record interest rates led to demand compression coupled with progressive efforts like restoring the balance to the exchange rate via stopping illegal channels. On the monetary front, SBP kept the policy rate status quo reaffirming market consensus that the monetary tightening cycle had perhaps come to an end, while relaying optimism of monetary easing during 2HFY24 on the back of high base effect and average inflation peaking at 29% levels. Pakistan is also likely to receive the remaining two tranches in line with the IMF Stand-by Agreement following key measures undertaken as required under the said Program. In addition, Reportedly, Pakistan is also scheduled to hold National Elections in January 2024 which will fill the void created by political uncertainty over the past couple of years, ensuring much needed political clarity.

The Current Account Deficit for the month of September 2023 clocked in at USD 8 million, from a Current Account Deficit of USD 164 million (*revised*) in August 2023 taking the 1QFY24 CAD to USD 0.95 billion against USD 2.26 billion, down -58% YoY during the same period last year primarily due to a decline in imports.

The total Imports witnessed a hefty decline of -19% YoY from USD 18.38 billion to USD 14.86 billion during 3MFY24 whereas the total exports also declined by -4% YoY from USD 8.73 billion to USD 9.10 billion. Furthermore, foreign workers continued to support the external account which also declined -20% YoY from USD 7.90 billion to USD 6.33 billion. The decline is achieved mostly due to the import restrictions that were placed during most of the year.

The SBP in its Monetary Policy Committee on October 30, 2023, decided to keep the policy rate unchanged at 22% which was in line with the market consensus. The SBP premised their decision based on the forward looking inflation projections and the already on-going declining inflationary trend from 29%>28%>27% in the months June>July>August considering September's 31% as an outlier. Moreover, the SBP believes that despite global oil prices soaring recently, its impact will in principle be passed onto the consumers through subsequent price increases, while inflation is like to remain overall on a downward trajectory from 2HFY24. Additionally, the expected ease in supply constraints owing to better agriculture output and the recent administrative measures against speculative activity in the FX and commodity markets would also support the inflation outlook.

The SBP's medium term target for inflation is 5-7% by FY25. The next MPC meeting is due to be held on December 12, 2023, where we expect the interest rates to remain unchanged despite early expectations of rate cuts. The change in our stance from declining interest rates to holding the interest rates at record high levels of 22% is that the incumbent government continues facing economic headwinds despite improvement in CAD and FX reserves.

The Government's resilient efforts to attract investments from Non-Resident Pakistanis continued to yield results, with an impressive inflow of USD 6.76 billion through Roshan Digital Accounts (RDA) with more than 610,000 accounts till September 2023.

Moreover, the FBR collected revenues worth PKR 2.04 trillion during 1QFY24 against the target of 1.98 trillion during same period last year exceeding the target by PKR 63 billion. Moreover, FBR also achieved the target for the month of September 2023 by collecting PKR 834 billion (*PKR 688 billion SPLY*) against a target of PKR 794 billion.

As per the SBP Country-wise Remittances data for FY24, Pakistan has received remittances of USD 767 million from USA, USD 947 million from UK, USD 1,516 million from KSA and USD 1,024 million from UAE. The SBP reserves currently stands at USD 7.49 billion (*total liquid FX reserves USD 12.66 billion*) as at October 20, 2023 representing an import cover of mere 7 weeks.

The NCPI during the month of September 2023 clocked in at 31.44% YoY as compared to 27.38% YoY in July 2023 and 23.18% in September 2022. This took the 3MFY24 average NCPI to 29.04% compared to 25.11% during the SPLY.

The Large Scale Manufacturing (*LSMI*) sector, which accounts for about 80% of the country's industrial output, increased by 2.52% YoY in August 2023 compared to same period last year after 13 months of consecutive decline as a result of expensive raw material costs in the light of currency devaluation, high interest rates, and global recession.

EQUITY MARKET REVIEW

The Equity market witnessed an aggressive come back during 1QFY24 closing in at 46,232.59 level, gaining 4,779.90 points (*11.53% YoY*). During the quarter, investors celebrated improving macros with an appreciating currency while withering hard but necessary steps taken by the caretaker setup to ensure sustainability for the country. In addition, the market also celebrated the unchanged interest rate stance of the SBP which is signaling the end of the tightening era.

During 1QFY24, investor participation improved as volumes increased by 29% YoY to 280 million shares from 217 million shares recorded during last year. Surprisingly, after five years of outflows from FY18 to FY22, foreigners were net buyers in FY23 with USD 1.53 million and another massive USD 22 million was attracted in 1QFY24. Foreigner's interest was majorly caught in Commercial Banks (*USD 16 million*) and Technology and Communication (*USD 8 million*).

The sectors that performed during 1QFY24 are Commercial Banks (*19.58%*), Oil & Gas Exploration Companies (*15.10%*), Chemical (*11.21%*), Power Generation & Distribution (*17.10%*), and Food & Personal Care Products (*4.11%*). While the sectors that kept the bulls in check are Fertilizer (*-7.61%*),

Synthetic & Rayon (-5.30%), Pharmaceuticals (-2.08%), Modarabas (-15.41%), Paper & Board (-4.23%) as panic swayed away local investors to safer havens and fixed income given that interest rates are almost at record highs.

On a 10Y period, the KSE - 100 index yielded an annualized return of 7.79% (-2.48% *annualized in USD terms*). The persistent decline in the local currency against the US Dollar has kept foreign investors at bay despite extremely compelling valuations. While foreigners have been on the sell side for several years now; frontier market investors are likely to turn net buyers given the unprecedented currency adjustment and cheap valuations provided that Pakistan implement key economic and policy reforms.

The KSE-100 index continues to trade at exceedingly attractive multiples with PE and PB of 4.21x and 0.67x with a healthy dividend yield of 10.54%. Pakistan is witnessing perhaps one of the highest interest rate environments since independence with yields on government securities crossing 22%. Our pro-equity stance stems from the fact that the government in lieu with the newly appointed COAS have dedicated their tireless efforts towards combating corruption, hoarding of gold/dollars, banning of items under Afghan Transit Trade and have remarkably managed to control exchange devaluation and default risk till now. In the future, we may see inflation tipping off due to high base effect in 2HFY24 and expect monetary easing eventually. Looking ahead the caretaker's performance in stabilizing the currency and economy broadly while staying in line with the IMF Program is indeed encouraging and positioned the market for a likely re-rating.

FIXED INCOME REVIEW

During 1QFY24, the State Bank of Pakistan maintained the interest rate at decade high levels of 22% in response to un-abating inflationary pressures, with the average NCPI for 1QFY24 soaring to 29.04%, and the pressing need to fortify the country's deteriorating external account.

The heightened policy rate played a significant role in driving up the rates of government securities, attracting substantial investments into these instruments as investors sought improved returns offered by government debt securities.

During the quarter, the State Bank of Pakistan conducted a total of six (6) Market Treasury Bill (MTB) auctions, where the government managed to raise PKR 7.84 trillion against the auction target of PKR 8.70 trillion. Notably, the weighted average yields for 3, 6 and 12 month MTBs were 22.81%, 22.99% and 23.12%, respectively, up by 717 bps, 735 bps, and 736 bps compared to the same period last year.

To further address the need for liquidity, SBP also conducted three (3) auctions of fixed-rate Pakistan Investment Bond (PIB) and was successful in raising PKR 0.19 trillion. The weighted average yields for 3Y, 5Y and 10Y PIBs increased by 541 bps, 68 bps, whereas, the weighted average yield of 10Y PIB decreased by 8 bps, respectively, to stand at 19.33%, 13.98% and 12.99%.

In the market for Shariah Compliant instruments, the SBP conducted a total of five (5) auctions of GOP Ijara Sukuk, both Variable Rental Rate (*VRR*) and Fixed Rental Rate (*FRR*). These auctions successfully raised PKR 579.70 billion against the auction target of PKR 540.00 billion.

Moreover, the State Bank of Pakistan carried out 24 Open Market Operations (*OMOs*) with varying maturities, injecting PKR 10.85 trillion into the market at an average cut-off yield of 22.10% and mopped up PKR 4.38 trillion at an average cut-off yield of 21.99%.

Looking ahead to the auction target calendars for October through December 2023, the State Bank of Pakistan aims to raise PKR 7.91 trillion by issuing 3 to 12-month MTBs against the maturing amount of PKR 8.95 trillion. Additionally, the SBP targets to raise PKR 480 billion through 3 to 30-year fixed-rate PIBs and PKR 2,280 billion.

FUTURE OUTLOOK

As the Country paves its way through FY24, the caretaker government has introduced essential reforms that will help the economy get back on track to stability. Some of these steps include increase of gas tariffs to address the issue of burgeoning gas sector circular debt, privatize loss making SOEs such as PSM and PIA, and improve the governance in the power sector especially the DISCOs. Moreover, the Caretaker setup has also been making continuous efforts to bring Foreign Investments in different sectors of the economy under the forum of Special Investment Facilitation Centre (SIFC). We believe that all these structural changes and reforms are necessary to turn around the current economic state and back to a path of sustainable growth. While market consensus suggests foreseeably that the Central Bank has reached its monetary tightening cycle for now, both the fiscal and external accounts are likely to remain very challenging for the Government in the coming year. On the other hand, notably inflation is expected to come off sharply starting from 2HFY24 as the high base affect plays out, perhaps providing much needed respite in the form of a reduction in interest rates as debt servicing remains challenging .

We believe that the support from IMF under the new agreement has largely subsided the default risk that the country was adamantly facing and has also ensured inflows in the form of grants and aids from other bilateral and multilateral partners.

Pakistan's first IMF review under the new Standby Arrangement reached with the Fund in June 2023 scheduled in early November is likely to be one of the key drivers of the market direction ahead. Notably, the Government has carefully chalked out an economic revival plan and is envisaging massive fiscal consolidation to bring down its expenditures to record a primary balance surplus for the fiscal year 2024 for which the Government is contemplating a cut in the Public Sector Development Programme (*PSDP*) or imposing additional taxes. On the political front, developments regarding the holding of general elections in January 2024 will also be particularly eyed by market participants.

Lastly, we believe that the market continues to trade at attractive multiples with a PE of 4.41x while offering a healthy dividend yield of 11.28% as at September 28, 2023.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Khalid Mehmood
Chairman

Karachi: October 31, 2023

FUND INFORMATION

Golden Arrow Stock Fund



Management Company

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

Trustee

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

Bankers

Allied Bank Limited
Habib Metropolitan Bank Limited

Auditors

Riaz Ahmad and Company
Chartered Accountants
Office No. 5, 20th Floor, Bahria Town Tower
Block 2, P.E.C.H.S.
Karachi, Pakistan

Legal Advisor

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane -13,
Bukhari Commercial Area, Phase-VI, DHA,
Karachi.

Registrar(s)

AKD Investment Management Limited
216-217, Continental Trade Centre,
Block 8, Clifton, Karach - 74000
UAN: 111-253-465 (111-AKDIML)
JWAFFS Registrar Services (Pvt.) Limited
407-408, Al-Ameera Centre,
Shahrah-e-Iraq Saddar, Karachi
Tel: 021-35662023-24

Distributor

Financial Investments Mart (Pvt) Ltd.
Investlink Advisor (Private) Limited.
Investomate (Private) Limited
ITMinds Limited.
YPay Financial Services (Pvt.) Ltd.

Rating-GASF

BY PACRA
Performance Ranking
LT Rating: 5-Star
ST Rating: 3-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:

Disciplined and balanced fund management strategy focusing on fundamentally strong companies offering deep value, coupled with few cherry picked growth companies.

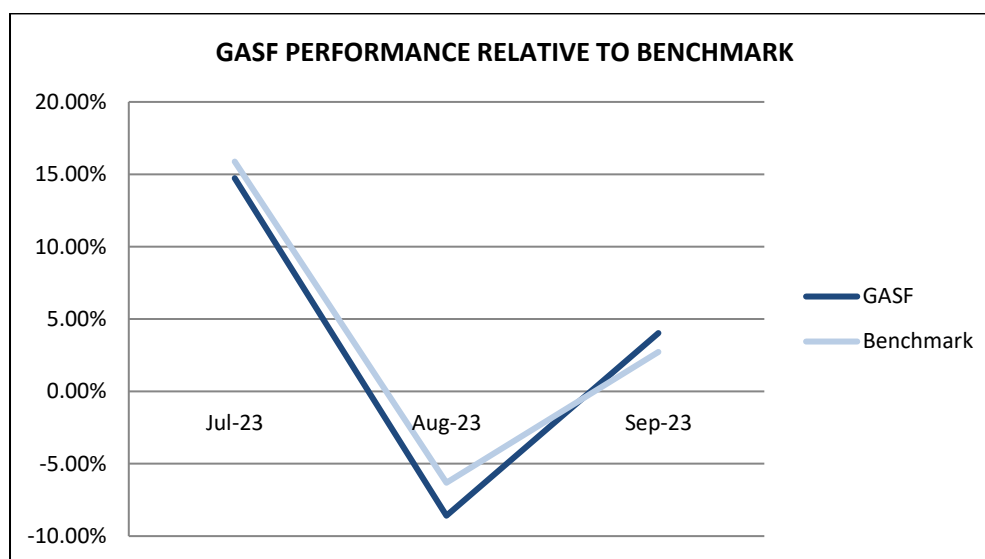
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY24, the return of Golden Arrow Stock Fund stood at 9.11% compared to the benchmark KSE-100 Index return of 11.53%.

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

KSE – 100 Index.

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



Monthly return	Jul-23	Aug-23	Sep-23
GASF	14.73%	-8.59%	4.04%
Benchmark	15.88%	-6.31%	2.73%

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

Golden Arrow Stock Fund is an Open – end Equity Scheme. The returns of the Fund are generated through investment in value stocks which have strong growth potential.

vii) **Disclosure of Collective Investment Scheme's asset allocation as at the date of report and particulars of significant change in asset allocation:**

Asset Allocation (% of Total Assets)	30-Sep-23	30-Jun-23
Equities	95.72%	87.05%
Cash	3.73%	3.74%
Other Assets including Receivables	0.54%	9.21%

viii) **Analysis of the Collective Investment scheme's Performance:**

1QFY24 Return	9.11%
Benchmark Return	11.53%

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

Net Asset Value			NAV Per Unit	
30-Sep-23	30-Jun-23	Change in Net Assets	30-Sep-23	30-Jun-23
(Rupees in '000)			Rs.	Rs.
1,342,731	1,291,618	3.96%	13.1278	12.0312

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:**

MACRO PERSPECTIVE

The year FY24 brought fresh tides of hope for Pakistan as the economy stepped on the path to recovery. Pakistan saw a major decline in imports as high inflation coupled with record interest rates led to demand compression coupled with progressive efforts like restoring the balance to the exchange rate via stopping illegal channels. On the monetary front, SBP kept the policy rate status quo reaffirming market consensus that the monetary tightening cycle had perhaps come to an end, while relaying optimism of monetary easing during 2HFY24 on the back of high base effect and average inflation peaking at 29% levels. Pakistan is also likely to receive the remaining two tranches in line with the IMF Stand-by Agreement following key measures undertaken as required under the said Program. In addition, Reportedly, Pakistan is also scheduled to hold National Elections in January 2024 which will fill the void created by political uncertainty over the past couple of years, ensuring much needed political clarity.

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The Government's resilient efforts to attract investments from Non-Resident Pakistanis continued to yield results, with an impressive inflow of USD 6.76 billion through Roshan Digital Accounts (RDA) with more than 610,000 accounts till September 2023.

Moreover, the FBR collected revenues worth PKR 2.04 trillion during 1QFY24 against the target of 1.98 trillion during same period last year exceeding the target by PKR 63 billion. Moreover, FBR also achieved the target for the month of September 2023 by collecting PKR 834 billion (*PKR 688 billion SPLY*) against a target of PKR 794 billion.

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The KSE-100 index continues to trade at exceedingly attractive multiples with PE and PB of 4.21x and 0.67x with a healthy dividend yield of 10.54%. Pakistan is witnessing perhaps one of the highest interest rate environments since independence with yields on government securities crossing 22%. Our pro-equity stance stems from the fact that the government in lieu with the newly appointed COAS have dedicated their tireless efforts towards combating corruption, hoarding of gold/dollars, banning of items under Afghan Transit Trade and have remarkably managed to control exchange devaluation and default risk till now. In the future, we may see inflation tipping off due to high base effect in 2HFY24 and expect monetary easing eventually. Looking ahead the caretaker's performance in stabilizing the currency and economy broadly while staying in line with the IMF Program is indeed encouraging and positioned the market for a likely re-rating.

FUTURE OUTLOOK

As the Country paves its way through FY24, the caretaker government has introduced essential reforms that will help the economy get back on track to stability. Some of these steps include increase of gas tariffs to address the issue of burgeoning gas sector circular debt, privatize loss making SOEs such as PSM and PIA, and improve the governance in the power sector especially the DISCOs. Moreover, the Caretaker setup has also been making continuous efforts to bring Foreign Investments in different sectors of the economy under the forum of Special Investment Facilitation Centre (SIFC). We believe that all these structural changes and reforms are necessary to turn around the current economic state and back to a path of sustainable growth. While market consensus suggests foreseeably that the Central Bank has reached its monetary tightening cycle for now, both the fiscal and external accounts are likely to remain very challenging for the Government in the coming year. On the other hand, notably inflation is expected to come off sharply starting from 2HFY24 as the high base effect plays out, perhaps providing much needed respite in the form of a reduction in interest rates as debt servicing remains challenging.

We believe that the support from IMF under the new agreement has largely subsided the default risk that the country was adamantly facing and has also ensured inflows in the form of grants and aids from other bilateral and multilateral partners.

Pakistan's first IMF review under the new Standby Arrangement reached with the Fund in June 2023 scheduled in early November is likely to be one of the key drivers of the market direction ahead. Notably, the Government has carefully chalked out an economic revival plan and is envisaging massive fiscal consolidation to bring down its expenditures to record a primary balance surplus for the fiscal year 2024 for which the Government is contemplating a cut in the Public Sector Development Programme (PSDP) or imposing additional taxes. On the political front, developments regarding the holding of general elections in January 2024 will also be particularly eyed by market participants.

Lastly, we believe that the market continues to trade at attractive multiples with a PE of 4.41x while offering a healthy dividend yield of 11.28% as at September 28, 2023.

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 manager's report, not otherwise disclosed in the financial statements:

There was no significant change in the state of affair during the period and up till the date of the Fund Manager's report under review.

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

There was no unit splits during the period.

xiii) Break down of unit holding size:

Range(Units)	No of Investors
0.0001 to 9,999	3,709
10,000 to 49,999	551
50,000 - 99,999	52
100,000 - 499,999	81
500,000 and above	21
Total	4,414

xiv) Disclosure of circumstances that materially affect any interest of shareholders:

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.

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2023

		(Unaudited) September 30, 2023 Rupees in '000'	(Audited) June 30, 2023 Rupees in '000'
ASSETS	Note		
Bank balances	5	52,788	54,378
Investments	6	1,354,528	1,266,964
Dividend and Profit receivable on bank deposits		1,977	964
Income tax refundable		852	852
Deposits, prepayments and other receivables	7	4,878	2,700
Receivable against sale of securities		-	128,560
Receivable against conversion of units		-	1,044
Total Assets		1,415,023	1,455,462
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	8	20,347	20,249
Payable to Central Depository Company of Pakistan Limited - Trustee	9	218	214
Payable to Securities and Exchange Commission of Pakistan	10	105	315
Accrued and other liabilities	11	1,513	2,130
Unclaimed dividend	12	50,109	50,109
Payable against purchase of securities		-	90,420
Payable against redemption/conversion of units		-	407
Total Liabilities		72,292	163,844
NET ASSETS		1,342,731	1,291,618
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,342,731	1,291,618
CONTINGENCIES AND COMMITMENTS	13		
		Number of units	Number of units
NUMBER OF UNITS IN ISSUE		102,281,772	107,356,115
		Rupees	Rupees
NET ASSETS VALUE PER UNIT		13.1278	12.0312

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer

Director

Chief Financial Officer

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

		FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022
	Note	(Rupees in '000)	(Rupees in '000)
INCOME			
Capital gain on sale of investments - net		18,206	20,595
Dividend income		8,446	16,790
Net unrealised appreciation / (diminution) on re-measurement of investments 'at fair value through profit or loss'	6.2	-	
Profit on bank deposits		102,530	17,433
		3,018	2,089
Total Gain / (loss)		132,200	56,907
EXPENSES			
Remuneration of AKD Investment Management Limited - Management Company		7,005	9,025
Sales tax on the remuneration of Management Company		911	1,173
Remuneration of Central Depository Company of Pakistan Limited - Trustee		603	703
Sales tax on the remuneration of Trustee		81	91
Annual fee to Securities and Exchange Commission of Pakistan		333	90
Expenses allocated by Management Company		2,101	2,256
Auditors' remuneration		112	113
Fees and subscription		151	144
Bank charges		67	6
CDC charges		18	-
Securities transaction cost		348	433
Legal and professional charges		54	108
Printing and postage		-	-
Total expenses		11,784	14,142
Net gain / (loss) for the period before taxation		120,416	42,765
Taxation	14	-	-
Net gain / (loss) for the period after taxation		120,416	42,765
Allocation of net income for the period			
Net income for the period after taxation		120,416	42,765
Income already paid on units redeemed		-	(269)
		120,416	42,496
Accounting income available for distribution:			
Relating to capital gain		120,736	38,028
Excluding capital gains		(320)	4,468
		120,416	42,496

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer

Director

Chief Financial Officer

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023 (Rupees in '000)	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022 (Rupees in '000)
Net gain / (loss) for the period after taxation	120,416	42,765
Other comprehensive income for the period	-	-
Total comprehensive income for the period	120,416	42,765

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer

Director

Chief Financial Officer

**GOLDEN ARROW STOCK FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023**

		FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022
	Note	(Rupees in '000)	(Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net gain / (loss) before taxation		120,416	42,765
Adjustments for non cash and other items:			
Capital gain on sale of investments - net		(18,206)	(20,595)
Net unrealised (appreciation) / diminution on re-measurement of investment at 'fair value through profit or loss'		(102,530)	(17,433)
		<u>(320)</u>	<u>4,737</u>
Decrease / (Increase) in assets			
Investments		33,172	48,649
Dividend and Profit receivable on bank deposits		(1,013)	(677)
Income tax refundable		-	-
Deposits, prepayments and other receivables		(2,178)	(21)
Receivable against sale of securities		128,560	
Receivable against sale of securities		1,044	(6,787)
		<u>159,585</u>	<u>41,164</u>
Increase / (decrease) in liabilities			
Payable to AKD Investment Management Limited - Management Company		98	67
Payable to Central Depository Company of Pakistan Limited - Trustee		4	-
Payable to Securities and Exchange Commission of Pakistan		(210)	(304)
Accrued and other liabilities		(617)	13,959
Unclaimed dividend		-	-
Payable against redemption/conversion of units		(407)	-
Payable against purchase of securities		(90,420)	-
		<u>(91,552)</u>	<u>13,722</u>
Net cash generated from / (used in) operating activities		<u>67,713</u>	<u>59,623</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issue of units		43,966	97,325
Payment against redemption of units		(113,269)	(160,574)
Net cash generated from / (used in) financing activities		<u>(69,303)</u>	<u>(63,249)</u>
Net increase in cash and cash equivalents		<u>(1,590)</u>	<u>(3,626)</u>
Cash and cash equivalents at the beginning of the period		54,378	55,791
Cash and cash equivalents at the end of the period	5	<u>52,788</u>	<u>52,069</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

**For AKD Investment Management Limited
(Management Company)**

Chief Executive Officer

Director

Chief Financial Officer

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023			FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022		
	Capital value	Accumulated gain (loss)	Total	Capital value	Accumulated gain (loss)	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	1,002,309	289,309	1,291,618	1,367,407	439,034	1,806,441
Issue of 3,275,232 units (2022: 31,892,904)						
- Capital value (at conversion rate as per scheme of arrangement)	39,405	-	39,405	96,502	-	96,502
- Element of loss	4,561	-	4,561	823	-	823
Total proceeds on issuance of units	43,966	-	43,966	97,325	-	97,325
Redemption of 8,349,574 units (2022: 11,911,007)						
- Capital value (at conversion rate as per scheme of arrangement)	100,455	-	100,455	159,883	-	159,883
- Element of income	12,814	-	12,814	422	269	691
Total payments on redemption of units	113,269	-	113,269	160,305	269	160,574
Total comprehensive income / (loss) for the period	-	120,416	120,416	-	42,765	42,765
Net assets at end of the period	933,006	409,725	1,342,731	1,304,427	481,530	1,785,957
Accumulated Income brought forward						
- Realised		624,897			955,154	
- Unrealised		(335,588)			(516,120)	
		289,309			439,034	
Accounting income available for distribution						
- Relating to capital gains		120,736			38,028	
- Excluding capital gains		(320)			4,468	
		120,416			42,496	
Net Loss for the period		-			-	
Distribution for the period		-			-	
Accumulated gain carried forward		409,725			481,530	
Accumulated Income carried forward						
- Realised income		307,195			464,097	
- Unrealised gain / (loss)		102,530			17,433	
		409,725			481,530	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		12.0312			13.4231	
Net assets value per unit at end of the period		13.1278			13.7534	

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer

Director

Chief Financial Officer

GOLDEN ARROW STOCK FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

Golden Arrow Stock Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of Golden Arrow Selected Stocks Fund Limited, a Closed End Fund (GASSF) into a an Open End Scheme under a Trust Deed executed between AKD Investment Management Limited (AKDIML), as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on June 26, 2019 after being approved by the Securities and Exchange of Pakistan (SECP) on April 03, 2019 in accordance with the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

As per the scheme of arrangement for conversion of closed end fund into an open end scheme, a swap ratio of 1:1 (i.e. for each fully paid-up share of the par value of Rs 5 of GASSF, each share holder whose name was entered in the Register of Members of GASSF on the effective date was issued one unit of the Open End Scheme of the par value of Rs 5 with no Front-end Load and upon issuance of the Units of the Open End Scheme, the shares of GASSF were deemed to be cancelled and of no effect was approved by the share holders of GASSF vide their Special Resolution dated January 9, 2018. Golden Arrow Selected Stocks Fund Limited had applied to SECP for extension in the conversion and the SECP vide its letter No. SCD/AMC/GASSFL/87/2019 dated September 30, 2019 had granted extension till December 01, 2019. Consequently, the Fund had converted from closed end to open end with effective from November 25, 2019 and all assets and liabilities were transferred from Golden Arrow Selected Stocks Fund Limited to Golden Arrow Stock Fund.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The 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-ended mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited as on March 17, 2020.

The Fund is categorized as Equity Scheme as per circular 7 of 2009 by SECP. The principal activity of the Fund is to make investments in listed securities, cash in bank account, and term deposit receipts.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned Asset Manager Rating of 'AM3++' to the Management Company dated June 27, 2023. PACRA has also assigned performance ranking of 5-Star / 3 Star (Long Term / Short Term) to the Fund on August 16, 2023.

The title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as Trustee of the Fund.

The Fund is registered on August 23, 2021 with Assistant Director of Industries and Commerce (Trust Wing) Government of Sindh under section 12 if the Sindh Trust Act, 2020.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRS standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

2.2 This condensed interim financial information does 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 2023.

2.3 This condensed interim financial information is being submitted to the unitholders as required under Regulation 38 2(f)V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited.

3 SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES

The accounting policies and methods of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparing the financial statements as at and for the period ended 30 June 2023.

In preparing this 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 period ended 30 June 2023.

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 period ended 30 June 2023.

	Note	September 30, 2023 (Rupees in '000)	June 30, 2023 (Rupees in '000)
5. BANK BALANCES			
Saving account	5.1	52,708	54,234
Current Account		80	144
Total		<u>52,788</u>	<u>54,378</u>

5.1 Mark-up rates on these accounts 20.50% per annum as on September 30, 2023 (June 30, 2023: 19.50%).

6. INVESTMENTS

At fair value through profit or loss

Listed equity securities	6.1	<u>1,354,528</u>	<u>1,266,964</u>
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6.1 Listed equity securities

Name of the investee company	Face value per share (Rupees)	As at 01 July 2023	Purchased during the year	Right / bonus shares	Sold / disposed during the year	As at 30 Sept 2023	Balance as at 30 Sept 2023			Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
							Carrying cost before mark to market	Market value	Unrealised appreciation / (diminution)			
Number of shares						(Rupees in '000)			(%)			
Automobile Assembler												
Honda Atlas Cars (Pakistan) Limited	10	55,000	-	-	-	55,000	5,080	6,641	1,561	0.49	0.49	0.04
Pak Suzuki Motor Company Limited	10	35,048	-	-	-	35,048	3,337	4,317	980	0.32	0.32	0.04
Indus Motor Company Limited	10	-	11,400	-	-	11,400	11,001	10,203	(798)	0.75	0.76	-
							19,418	21,161	1,743			
Automobile Parts & Accessories												
Thal Limited	5	191,149	-	-	-	191,149	30,966	43,215	12,249	3.19	3.22	0.24
							30,966	43,215	12,249			
Cable & Electrical Goods												
Pakistan Cables Limited	10	33	-	-	-	33	3	3	-	0.00	0.00	0.00
							3	3	-			
Cement												
D.G. Khan Cement Company Limited	10	150,000	-	-	-	150,000	7,695	6,513	(1,182)	0.48	0.49	0.03
Thatta Cement Company Limited	10	489,000	-	-	-	489,000	5,555	6,880	1,325	0.51	0.51	0.49
							13,250	13,393	143			
Chemicals												
Dynea Pakistan Limited	5	193,700	-	-	-	193,700	24,408	27,118	2,710	2.00	2.02	1.03
Ghani Global Holdings Limited	10	303	-	-	-	303	3	3	-	0.00	0.00	0.00
Nimir Industrial Chemicals Limited	10	255,000	-	-	-	255,000	22,050	27,369	5,319	2.02	2.04	0.23
							46,461	54,490	8,029			
Commercial Banks												
BankIslami Pakistan Limited	10	500,000	-	-	285,494	214,506	3,810	3,752	(58)	0.28	0.28	0.02
Habib Bank Limited	10	275,000	-	-	-	275,000	20,138	24,871	4,733	1.84	1.85	0.02
Askari Bank Limited	10	-	250,000	-	100,000	150,000	2,031	2,339	308	0.17	0.17	-
Bank Alfalah Limited	10	-	500,000	-	-	500,000	17,000	19,235	2,235	1.42	1.43	-
The Bank of Punjab	10	-	2,500,000	-	-	2,500,000	9,500	9,925	425	0.73	0.74	-
							52,479	60,122	7,643			
Engineering												
Amreli Steels Limited	10	300,000	-	-	-	300,000	4,605	5,967	1,362	0.44	0.44	0.10
Huffaz Seamless Pipe Industries Limite	10	341,745	-	-	-	341,745	3,387	3,387	-	0.25	0.25	0.62
International Industries Limited	10	26,726	-	-	-	26,726	1,957	2,346	389	0.17	0.17	0.02
International Steels Limited	10	50,000	-	-	50,000	-	-	-	-	-	-	-
							9,949	11,700	1,751			
Fertilizer												
Fauji Fertilizer Bin Qasim Limited	10	550,000	-	-	-	550,000	6,479	7,557	1,078	0.56	0.56	0.04
							6,479	7,557	1,078			
Food & Personal Care Products												
Al Shaheer Corporation Limited	10	7,585,325	-	-	1,320,325	6,265,000	45,296	64,530	19,234	4.76	4.81	1.67
Frieslandcampina Engro Pakistan Limited	10	155,000	-	-	-	155,000	9,150	8,621	(529)	0.64	0.64	0.02
Fauji Foods Limited	10	500,000	-	-	-	500,000	2,870	3,220	350	0.24	0.24	0.02
Quice Food Industries Limited	10	-	-	-	-	-	-	-	-	-	-	-
							57,316	76,371	19,055			
Glass & Ceramics												
Shabbir Tiles & Ceramics Limited	5	388	-	-	-	388	3	3	-	0.00	0.00	0.00
							3	3	-			
Insurance												
Century Insurance Company Limited	10	465,914	-	-	-	465,914	7,455	8,405	950	0.62	0.63	0.84

Name of the investee company	Face value per share (Rupees)	As at 01 July 2023	Purchased during the year	Right / bonus shares	Sold / disposed during the year	As at 30 Sept 2023	Balance as at 30 Sept 2023			Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
							Carrying cost before mark to market	Market value	Unrealised appreciation / (diminution)			
Number of shares						(Rupees in '000)			(%)			
EFU General Insurance Limited	10	75,000	-	-	-	75,000	6,450	6,485	35	0.48	0.48	0.04
Habib Insurance Company Limited	5	300,183	-	-	-	300,183	1,369	1,501	132	0.11	0.11	0.24
TPL Insurance Limited	10	503,941	-	-	-	503,941	10,437	8,743	(1,694)	0.65	0.65	0.25
							25,711	25,134	(577)			
Inv. Banks / Inv. Cos. / Securities Cos.												
Dawood Lawrencepur Limited	10	50,000	-	-	-	50,000	11,160	12,500	1,340	0.92	0.93	0.08
Imperial Limited	10	841,000	-	-	-	841,000	9,596	10,723	1,127	0.79	0.80	0.85
Jahangir Siddiqui & Company Limited	10	5,391,000	617,000	-	-	6,008,000	57,686	74,079	16,393	5.47	5.52	0.66
Jahangir Siddiqui & Company Limited - Preference Shares	10	694,900	-	-	-	694,900	4,517	4,864	347	0.36	0.36	0.38
JS Investments Limited	10	433,500	-	-	-	433,500	5,939	6,069	130	0.45	0.45	0.70
Pakistan Stock Exchange Limited	10	16,875,000	50,000	-	10,000	16,915,000	125,201	133,459	8,258	9.85	9.94	2.11
							214,099	241,694	27,595			
Miscellaneous												
MACPAC Films Limited	10	1,000,671	-	-	-	1,000,671	15,681	17,111	1,430	1.26	1.27	1.69
Pakistan Aluminium Beverage cans Limited	10	-	200,000	-	-	200,000	10,100	9,900	(200)	0.73	0.74	0.06
Pakistan Services Limited	10	13,400	-	-	-	13,400	10,385	9,395	(990)	0.69	0.70	0.04
							36,166	36,406	240			
Oil & Gas Exploration Companies												
Oil & Gas Development Company Limited	10	300,000	-	-	-	300,000	23,400	28,938	5,538	2.14	2.16	0.01
Pakistan Petroleum Limited	10	450,000	-	-	-	450,000	26,613	33,332	6,719	2.46	0.93	0.02
							50,013	62,270	12,257			
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	10	400,000	-	-	75,000	325,000	36,078	39,891	3,813	2.95	2.97	0.07
							36,078	39,891	3,813			
Paper & Board												
Merit Packaging Limited	10	642,000	-	-	-	642,000	5,650	5,136	(514)	0.38	0.38	0.32
Pakistan Paper Products Limited	10	238,666	-	-	-	238,666	9,069	12,170	3,101	0.90	0.91	2.98
							14,719	17,306	2,587			
Pharmaceuticals												
Abbott Laboratories (Pakistan) Limited	10	37,750	-	-	-	37,750	13,968	13,043	(925)	0.96	0.97	0.04
							13,968	13,043	(925)			
Power Generation & Distribution												
Hub Power Company Limited	10	1,000,000	-	-	158,000	842,000	58,586	74,374	15,788	5.49	5.54	0.06
K-Electric Limited	3.5	5,300,000	-	-	-	5,300,000	9,116	10,388	1,272	0.77	0.77	0.02
Lalpir Power Limited	10	300,000	-	-	100,000	200,000	2,990	3,104	114	0.23	0.23	0.05
Nishat Power Limited	10	457,119	-	-	37,119	420,000	7,119	10,492	3,373	0.77	0.78	0.12
Sitara Energy Limited	10	263,151	-	-	-	263,151	1,747	1,618	(129)	0.12	0.12	1.38
							79,558	99,976	20,418			
Refinery												
Attock Refinery Limited	10	100,000	-	-	45,000	55,000	9,440	14,000	4,560	1.03	1.04	0.05
Cnergyco PK Limited (6.1.1)	10	19,875,000	-	-	-	19,875,000	56,445	60,420	3,975	4.46	4.50	0.36
National Refinery Limited	10	116,570	-	-	51,570	65,000	9,750	14,191	4,441	1.05	1.06	0.08
Pakistan Refinery Limited	10	350,000	-	-	-	350,000	4,746	5,327	581	0.39	0.40	0.06
							80,381	93,938	13,557			
Sugar & Allied Industries												
Shahtaj Sugar Mills Limited	10	24,537	-	-	-	24,537	1,223	1,560	337	0.12	0.12	0.20
The Premier Sugar Mills & Distillery Company Limited	10	2,800	-	-	-	2,800	1,666	1,578	(88)	0.12	0.12	3.11
							2,889	3,138	249			

Name of the investee company	Face value per share (Rupees)	As at 01 July 2023	Purchased during the year	Right / bonus shares	Sold / disposed during the year	As at 30 Sept 2023	Balance as at 30 Sept 2023			Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
							Carrying cost before mark to market	Market value	Unrealised appreciation / (diminution)			
		Number of shares						(Rupees in '000)			(%)	
Synthetics & Rayon												
Pakistan Synthetics Limited	10	2,875,125	-	-	-	2,875,125	82,056	69,751	(12,305)	5.15	5.19	2.07
Rupali Polyester Limited	10	12,701	-	-	-	12,701	241	239	(2)	0.02	0.02	0.04
							82,297	69,990	(12,307)			
Technology & Communication												
Hum Network Limited	1	18,629,715	-	-	-	18,629,715	108,798	102,463	(6,335)	7.56	7.63	1.64
Pakistan Telecommunication Company Ltd.	10	207,500	-	-	-	207,500	1,247	1,237	(10)	0.09	0.09	0.01
TRG Pakistan Limited	10	225,000	-	-	225,000	-	-	-	-	-	-	-
							110,045	103,700	(6,345)			
Textile Composite												
AN Textile Mills Limited	10	6,500	-	-	-	6,500	55	55	-	0.00	0.00	0.07
Blessed Textiles Limited	10	18,500	-	-	-	18,500	6,135	6,882	747	0.51	0.51	0.29
Fazal Cloth Mills Limited	10	12,406	-	-	-	12,406	2,059	1,679	(380)	0.12	0.13	0.04
Kohinoor Mills Limited	10	80,500	-	-	-	80,500	3,457	3,341	(116)	0.25	0.25	0.16
Sapphire Fibres Limited	10	49	-	-	-	49	55	55	-	0.00	0.00	0.00
							11,761	12,012	251			
Textile Spinning												
Crescent Fibres Limited	10	42,000	-	-	-	42,000	1,737	1,867	130	0.14	0.14	0.34
Din Textile Mills Limited	10	113,064	-	-	-	113,064	10,164	9,756	(408)	0.72	0.73	0.22
Ellicot Spinning Mills Limited	10	903,154	-	-	-	903,154	84,246	80,516	(3,730)	5.94	6.00	8.25
Premium Textile Mills Limited	10	23,400	-	-	-	23,400	11,361	8,430	(2,931)	0.62	0.63	0.38
Saif Textile Mills Limited	10	217,000	-	-	-	217,000	2,007	1,823	(184)	0.13	0.14	0.82
Tata Textile Mills Limited	10	1,486,088	45,000	-	-	1,531,088	101,645	99,521	(2,124)	7.35	7.41	2.73
							211,160	201,913	(9,247)			
Textile Weaving												
Prosperity Weaving Mills Limited	10	84,591	-	-	-	84,591	2,538	2,538	-	0.19	0.19	0.46
							2,538	2,538	-			
Transport												
Pakistan International Bulk Terminal Limited	10	1,750,000	-	-	-	1,750,000	7,193	6,755	(438)	0.50	0.50	0.10
							7,193	6,755	(438)			
Vanaspati & Allied Industries												
Punjab Oil Mills Limited	10	324,000	-	-	-	324,000	32,944	32,857	(87)	2.43	2.45	4.17
S.S. Oil Mills Limited	10	47,098	-	-	-	47,098	4,157	3,956	(201)	0.29	0.29	0.83
							37,101	36,809	(288)			
Total as at 30 September 2023							1,252,001	1,354,528	102,530			
Total as at 30 June 2023							1,602,552	1,266,964	(335,588)			

6.1.1 This includes 15,000,000 shares of Cnergyco Pk Limited (2023: 225,000 shares of TRG Pakistan Limited) pledged with National Clearing Company of Pakistan (NCCPL) as collateral against exposure margin.

		September 30,	June 30,
		2023	2023
Note		(Rupees in '000)	(Rupees in '000)

6.2 Net unrealised appreciation on re-measurement of investments at fair value through profit or loss'

Market value of investments	6.1	1,809,913	1,266,964
Carrying amount of investments	6.1	(1,792,480)	(1,602,552)
		<u>17,433</u>	<u>(335,588)</u>

6.3 Preference shares of Security Leasing Corporation Limited

As a result of conversion 1,001,489 preference shares of Security Leasing Corporation Limited has been transferred to the Fund. Since it is a default investment therefore is carried at zero value.

7. DEPOSITS AND PREPAYMENTS AND OTHER RECEIVABLES

Security deposits with

- National Clearing Company of Pakistan Limited	2,500	2,500
- Central Depository Company of Pakistan Limited	200	200
Prepaid PSX Annual Listing fee	23	-
	<u>2,723</u>	<u>2,700</u>

8. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management fee	8.1	2,201	2,135
Sindh Sales tax on management fee	8.2	286	278
Expenses allocated by the Management Company	8.3	660	640
Federal Excise Duty on management fee	8.4	16,592	16,592
Others		608	604
		<u>20,347</u>	<u>20,249</u>

8.1 The Management Company has charged its remuneration at the rate 2% (June 30, 2023: 2%) per annum of the average net assets of the Fund. The remuneration is payable to Management Company monthly in arrears.

8.2 Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on gross value of management fee under the provisions of Sindh Sales Tax on Services Act, 2011.

8.3 The Management Company has charged expenses at the rate of 0.5% per annum (June 30, 2023: 0.50%) of the average annual net assets of the Fund being lower than actual expenses chargeable to Fund, from July 01, 2023 to September 30, 2023.

8.4 Federal Excise Duty payable amounting to Rs. 16.592 million has been transferred from books of accounts of Golden Arrow Selected Stocks Fund Limited to Golden Arrow Stock Fund on the effective date of conversion (November 25, 2019).

As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Honorable Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

On 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 16.592 million until the matter is resolved. Had the provision not been retained, the net asset value per unit of the Fund as at September 30, 2023 would have been higher by Re. 0.1622 per unit (June 30, 2023: Re. 0.1278 per unit).

Through Finance Act, 2016, FED on services rendered by Non-Banking Financial Institutions (NBFIs) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn.

		September 30,	June 30,
		2023	2023
Note		(Rupees in '000)	(Rupees in '000)

9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Trustee fee	9.1	193	189
Sindh sales tax on trustee fee	9.2	25	25
		<u>218</u>	<u>214</u>

- 9.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund. The fee is paid to the Trustee monthly in arrears.

The tariff structure applicable to the fund is as follows:

Net assets	Tariff
Upto Rs. 1 billion	0.20% per annum of net assets
Over Rs. 1 billion	Rs. 2.0 million plus 0.10% per annum of net assets, on amount exceeding Rs. 1 billion

- 9.2** Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on gross value of trustee fee under the provisions of Sindh Sales Tax on Services Act, 2011.

Note

10. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Annual fee payable to SECP	10.1	<u>105</u>	<u>315</u>
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- 10.1** As per S.R.O. 685(i) / 2019 dated June 28, 2019, all categories of Collective Investment Schemes are required to pay annual fee at an amount equal to 0.02 percent (June 30, 2022: 0.02%) per annum of the average annual net assets of the scheme. The fee is payable annually in arrears.

Note

11. ACCRUED AND OTHER LIABILITIES

Brokerage payable		223	550
Auditors' remuneration		459	346
Accrued expenses		417	429
Withholding tax payable		58	450
Payable against conversion cost	11.1	250	250
Others		106	105
		<u>1,513</u>	<u>2,130</u>

- 11.1** The conversion cost has been charged to the Fund immediately on the effective date in accordance with clause 15.3 (conversion cost and its treatment) of the trust deed of the Fund.

12. UNCLAIMED DIVIDEND

Unclaimed dividend has been transferred from books of accounts of Golden Arrow Selected Stocks Fund Limited to Golden Arrow Stock Fund on the effective date of conversion November 25, 2019.

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2023 and June 30, 2023.

14. 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 realised or unrealised is distributed to the unit holders in cash. 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. The Management Company has intends to distribute cash dividend of at least 90% of the aforementioned accounting income to the unit holders. Accordingly, no provision for taxation has been recognised in these financial statements.

15. EXPENSE RATIO

The total expense ratio of the Fund for the period ended September 30, 2023 is 0.85% (Sep. 30, 2022: 0.79%) which includes 0.10% (Sep. 30, 2022: 0.08%) representing Government levies and SECP fee. This ratio is within limit of 4.5% at daily average net assets of Fund, prescribed under NBFC Regulations of collective investment scheme categorised as a "Equity Scheme".

16. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / Connected persons include AKD Investment Management Limited, being the Management, Company Central Depository Company of Pakistan Limited, being the custodian, AKD Group Holdings (Private) Limited (Formerly: Aqeel Karim Dhedhi Securities (Private) Limited), AKD Securities Limited, other collective schemes managed by the Management Company, directors, officers and other connected persons of the Management Company, and directors of the Company and their connected persons.

The transactions with connected persons / related parties are in the normal course of business and are carried out on agreed terms at contracted rates.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Regulations 2008 and Constitutive documents of the Company.

Details of transactions and balances at year end with related parties / connected persons, other than those which have been disclosed elsewhere in these financial statements, are as follows:

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022
16.1 Transactions during the period	(Rupees in '000)	(Rupees in '000)
AKD Investment Management Limited - Management Company		
Management remuneration	7,005	9,025
Sindh sales tax on management remuneration	911	1,173
Allocated expenses	2,101	2,256
Sales load	8	20
Redemption of 550,000 Units (2022 : 527,285 units)	7,355	7,239
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	603	703
Sindh sales tax on trustee remuneration & CDS Charges	81	91
CDS charges	2	-
Imran Motiwala - CEO and Director of the Management Company		
Redemption of 476,374 Units (2022 : 400,000 units)	6,384	5,379
Ali Wahab Siddiqui - Director of the Management Company		
Issue 187,882 Units (2022: Nil units)	2,500	-
Ellcot Spinning Mills Limited - Common Directorship		
Purchase of Nil shares (2022: 9,800 shares)	-	1,493
AKD Opportunity Fund - Common Management Company		
Shares purchased by Golden Arrow Stock Fund from AKD Opportunity Fund	-	21,200
Shares purchased by AKD Opportunity Fund from Golden Arrow Stock Fund	5,079	-
AKD Islamic Stock Fund - Common Management Company		
Shares purchased by Golden Arrow Stock Fund from AKD Islamic Stock Fund	2,880	8,496
Shares purchased by AKD Islamic Stock Fund from Golden Stock Fund	9,057	-
AKD Securities Limited		
Brokerage / Commission	17	116
	(Unaudited) September 30, 2023 (Rupees in '000)	(Audited) June 30, 2023 (Rupees in '000)
16.2 Balances outstanding at the period / year end		
AKD Investment Management Limited - Management Company		
Management remuneration payable	2,201	2,135
Federal excise duty payable on management remuneration	16,592	16,592
Sindh Sales tax payable on management remuneration	286	278
Payable against allocated expenses	660	640
Sales load payable	8	4
Others	600	600
Units held 16,205,684 (June 30, 2023: 16,755,684)	244,811	201,591
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	193	189
Security Deposit	200	200
Sindh Sales Tax payable on trustee remuneration	25	25
CDS annual fee payable	48	48
CDS charges payable	2	3

	(Unaudited) September 30, 2023 (Rupees in '000)	(Audited) June 30, 2023 (Rupees in '000)
Receivable / Payable against conversion of units - AKD Funds		
Receivable against conversion of units - AKD Cash Fund	-	1,044
Payable against conversion of units - AKD Cash Fund	-	247
Aqeel Karim Dhedhi Securities (Pvt) Limited - Staff Provident Fund		
Units held 2,092,812 (June 30, 2023: 2,092,812)	27,478	25,179
AKD Securities Limited		
Units held 2,889 (June 30, 2023: 2,889)	38	35
Imran Motiwala - CEO and Director of the Management Company		
Units held 1,000 (June 30, 2023: 477,374)	13	5,743
Ali Wahab Siddiqui - Director of the Management Company		
Units held 187,883 (June 2023: Nil)	2,467	-
Aysa Ahmed - Director of the Management Company		
Units held 50,000 (June 30, 2023: 50,000)	656	602
Murtaza Wahab - Spouse of Director of the Management Company		
Units held 210,000 (June 30, 2023: 210,000)	2,757	2,527
Anum Dhedhi - Director of the Management Company		
Units held 1,000 (June 30, 2023: 1,000 units)	13	12
Abdul Karim - Director of the Management Company		
Units held 1,000 (June 30, 2023: 1,000 units)	13	12
Muhammad Yaqoob (with Spouse & minor children)- Chief Operating Officer and Com		
Units held 620 (June 30, 2023: 620 units)	8	7
Toqir Hussain- Head of Information Technology		
Units held 893 (June 30, 2023: 893 units)	12	11
Nadeem Saulat Siddiqui - Director Sales		
Issue of 117,048 Units. (2023: 117,048 Units)	1,537	1,408
Unit holders holding 10% or more of the units in issue		
Mir Chakkar Bughti		
Issue of 24,758,425 units (2023: 24,758,425 units)	325,066	297,874
Ellicot Spinning Mills Limited - Common Directorship		
Shares held 903,154 (June 30 2023: 903,154)	80,516	84,246

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' 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).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e. period end date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognised at fair value based on:

Level 1: Quoted prices in active markets for identical assets or liabilities;

Level 2: Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at September 30, 2023			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			
ASSETS			
Investment in securities - at fair value through profit or loss			
Listed equity securities	1,354,528	-	1,354,528

As at June 30, 2023			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			
ASSETS			
Investment in securities - at fair value through profit or loss			
Listed equity securities	1,266,964	-	1,266,964

There were no transfers between various levels of fair value hierarchy during the period.

18. GENERAL

18.1 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial

Figures have been rounded off to the nearest thousand rupees.

19. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on
October 31, 2023.

**For AKD Investment Management Limited
(Management Company)**

Chief Executive Officer

Director

Chief Financial Officer



**AKD Investment
Management Ltd.**

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