



Partner with AKD
Profit from the Experience

Risk Profile of Collective Investment Schemes/Plans

Sr. No	Name of Collective Investment Scheme	Category	Risk Profile	Risk Of Principal Erosion
1	AKD Aggressive Income Fund (Formerly: AKD Income Fund)	Aggressive Fixed Income	Medium	Principal at Medium risk
2	AKD Cash Fund	Money Market	Low	Principal at Low risk
3	AKD Islamic Income Fund	Shariah Compliant Income	Medium	Principal at Medium risk
4	AKD Index Tracker Fund	Index Tracker	High	Principal at High risk
5	AKD Islamic Stock Fund	Shariah Compliant Equity	High	Principal at High risk
6	AKD Opportunity Fund	Equity	High	Principal at High risk
7	Golden Arrow Stock Fund (Formerly: Golden Arrow Selected Stocks Fund Limited)	Equity	High	Principal at High risk

DISPUTE RESOLUTION/ COMPLAINTS HANDLING:

Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available 24/7 to provide assistance: Call at (+92-21) 111-AKD-IML (253465), Toll-free # 0800-25346, Email at info@akdinvestment.com, complaints@akdinvestment.com, Sales@akdinvestment.com. In case your complaint has not been properly redressed by us, you may lodge your complaint with SECP at the link <https://sdms.secp.gov.pk/>. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.



DISCLAIMER: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and risks involved. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.



Message from CIO's Desk

During the month of October 2022, the equity market witnessed a mixed sentiment ending with a nominal increase of 136 points to settle at 41,264.66 (0.33% MoM/ -0.66% FYTD). After the formation of a double top, the local currency underwent a correction and appreciated against the US Dollar while the much-anticipated and sought exit of the country from FATF "Grey List" finally transpired during the month, denoting the remarkable efforts of the government in complying with major action points to counter money laundering and terrorist financing activities. On the other hand, the downgrading of Pakistan from two international Credit Rating agencies and the announcement of a long march kept the bulls in check, reminding investors of the fluid economic and political state of affairs. The average daily traded volume increased by 60% to 276 million as compared to the 173 million recorded during September 2022. Also, the KSE-100 Index closed at a forward P/E and P/B of 4.0x and 0.7x respectively, with a healthy dividend yield of 9.8% as stock valuations remain relatively cheap.

Furthermore, the bourse witnessed foreigner participation of USD 14.37 million in contrast to USD 14.59 million during the preceding month. On the local front, Mutual Funds and Banks offloaded USD 7.34 million and USD 7.05 million respectively as liquidity seems to continue to move towards high yielding government securities. Contrary to that, Individuals and Other organizations remained net buyers with amounts of USD 12.79 million and USD 0.95 million, respectively.

Other major news that affected the investors' sentiment during the month included:

- 1) The State Bank of Pakistan (SBP) in its recent Monetary Policy dated October 10, 2022 decided to keep the policy rate unchanged at 15% as signs of inflation albeit minimal have allowed the central bank to see how the commodity cycle and floods unfold.
- 2) Moody's Investors Service downgraded the long-term deposit ratings and long-term Foreign Currency Counter Risk Rating (CRR) to Caa1 from B3 of five leading Pakistani banks; namely, ABL, HBL, MCB, NBP and UBL.
- 3) According to the central bank, the federal government is expected to borrow over PKR 7 trillion from the banking sector during the second quarter (Oct-Dec) of the current fiscal year (FY23).
- 4) The International Monetary Fund (IMF) announced that it plans to send a team to Pakistan in early November 2022 to initiate the process for the country's next review under its current program.
- 5) The Large Scale Manufacturing Index (LSMI) for the month of August 2022 posted a +3.9% MoM / -0.4% YoY respectively owing primarily to high inflation and interest rate environment fuelled by high commodity prices.
- 6) Fitch also downgraded Pakistan's long-term foreign currency issuer default rating (IDR) to 'CCC+' from 'B-' due to a deterioration in the economic numbers and political volatility.
- 7) On a key positive note, the Country's Current Account Deficit (CAD) for the month of September 2022 shrunk significantly by 53% MoM to USD 316 million taking the 3MFY23 CAD to USD 2.21 billion compared to USD 3.53 billion during SPY.
- 8) During the month, the Country's Foreign Exchange Reserves held with the State Bank of Pakistan (SBP) continued its declining trend, lower by another USD 439 million (down 6%) to close at USD 7.44 billion.

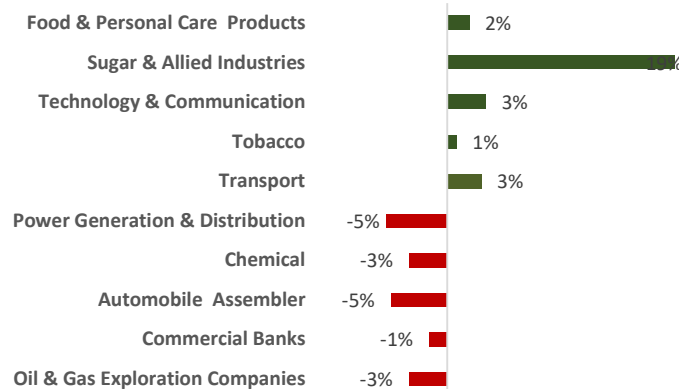
NCPI during the month of October 2022 clocked in at 26.6% YoY on account of increase in electricity prices and food staples. Going forward, we expect inflation to stay at elevated levels due to the loss of crops and livestock in flood-hit areas and the shortage of food resources. On the external side, the lagged impact of PKR devaluation denoted over the last several months we suspect may play out as a result of heavy imports (especially raw cotton for Textile manufacturers) to meet the local demand, keeping further improvement in the current account in check.

Pakistan's International Bonds amounting to USD 1 billion are scheduled to mature in December 2022 which represents approximately 8% of the Country's FX reserves as market concerns remain on the servicing of this Bond despite assurances from the Finance Ministry and Central Bank. During the month, the SBP conducted two MTB auctions with a realized amount of PKR 1.62 trillion. The Weighted average yields for 3 months, 6 months, and 12 months, MTB decreased by 30bps, 26bps, and 32bps to 15.6712%, 15.6903%, and 15.6655% respectively as compared to the last month, as the market expects a nominal decrease in the discount rate in the upcoming Monetary Policy Committee meeting scheduled in late November.

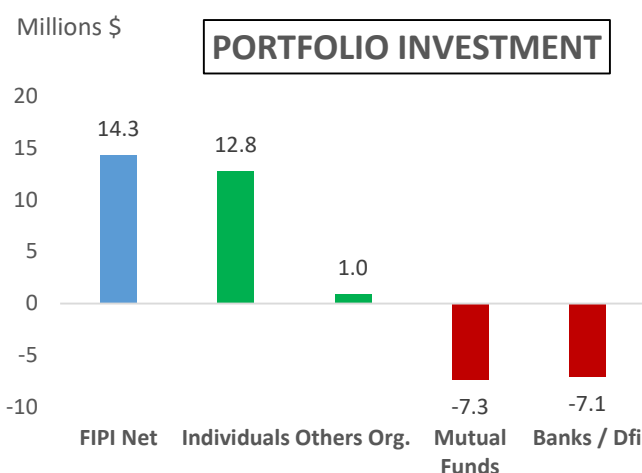
DISPUTE RESOLUTION/ COMPLAINTS HANDLING:

Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available 24/7 to provide assistance: Call at (+92-21) 111-AKD-IML (253465), Toll-free # 0800-25346, Email at info@akdinvestment.com, complaints@akdinvestment.com, Sales@akdinvestment.com. In case your complaint has not been properly redressed by us, you may lodge your complaint with SECP at the link <https://sdms.secp.gov.pk/>. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.

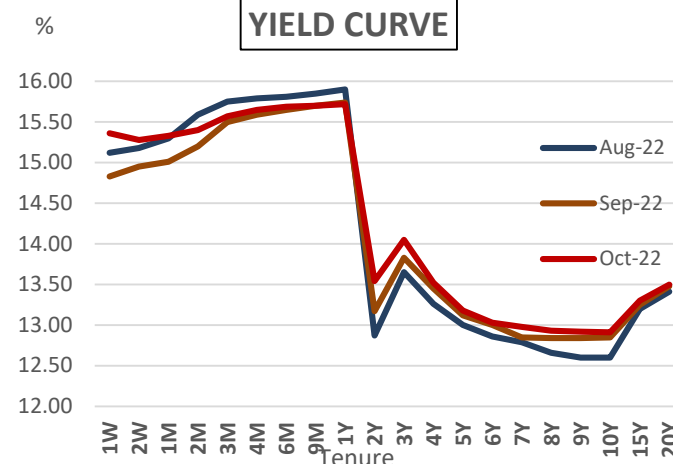
MARKET MOVERS



*Change in market capitalization during month



YIELD CURVE





Golden Arrow Stock Fund

Fund Manager's Comments

During October-2022, the NAV of the Golden Arrow Stock Fund (GASF) decreased by 0.21% versus the KSE-100 which increased by 0.33%. Fiscal year to date return for the fund clocked in at 2.25% as compared -0.66% return provided by Benchmark KSE-100 Index.

Fund Information

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

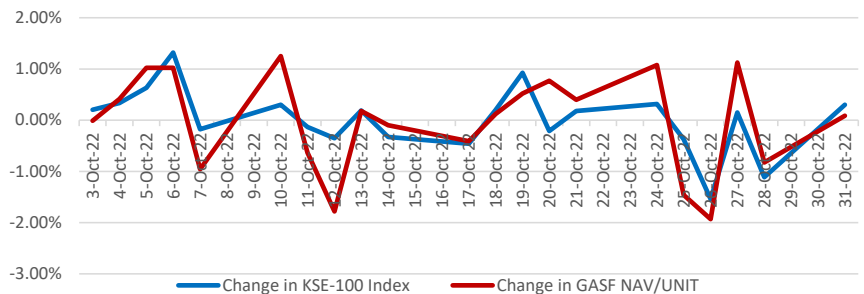
Fund Type	Open-End
Category	Equity
Net Assets (PKR)	1,788,060,732
NAV (PKR)	13.7247
Risk Profile	High
Risk of Principal Erosion	Principal at high risk
Benchmark	KSE-100 Index
Dealing Days	Monday to Friday
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	2%
Sales Load (Front End)	3%
Sales Load (Back End)	Nil
Total Expense Ratio (Annualized)	MTD (3.15%), YTD (3.14%)
Government Levies (Annualized)	MTD (0.31%), YTD (0.31%)
Date of Fund Launch	May, 1983
Date of Management Takeover	September , 2004
Trustee	Central Depository Company (CDC)
Auditor	Riaz Ahmad & Company
Asset Manager Rating	AM3++ by PACRA (30-Jun-2022)
Fund Rating	3 Star (1Year), 5 Star (3 Year), 5 Star (5 Year) PACRA (10-Aug-2022)

Leverage	Nil
Fund Manager	
Ms. Anum Dhedhi	
Investment Committee Members	
Mr. Imran Motiwala	Ms. Anum Dhedhi
Mr. Muhammad Yaqoob, CFA	Mr. Danish Aslam
Mr. Sheikh Usman Haroon	
Mr. Ali Abbas, CFA	

* Cumulative Returns ** Geometric Mean

***Converted into an Open End Fund since November 25,2019. The Fund's Returns are computed in NAV to NAV with Dividends reinvested"

Fund Performance: October-2022



FYTD		MTD	365 Days	3 Years*	5 Years*	Since Inception**
KSE-100	(0.66%)	0.33%	(10.65%)	20.64%	4.16%	10.00%
GASF	2.25%	(0.21%)	(10.75%)	93.40%	47.26%	20.83%
FY22		FY21	FY20	FY19	FY18	
KSE-100	(12.28%)	37.58%	1.53%	(19.11%)	(9.99%)	
GASF	(19.27%)	113.80%	(4.59%)	(18.06%)	(11.14%)	
Asset Allocation (% of Total Assets)					31-Oct-22	30-Sep-22
Equities					94.73%	96.60%
T-Bills					0.00%	0.00%
Cash					3.78%	2.78%
Other Assets					1.48%	0.62%
Top Ten Equity Holdings (% of Total Assets)						
TRG Pakistan Ltd			10.77%	Hum Network Ltd		5.37%
Ellicot Spinning Mills Ltd			7.66%	Pakistan Synthetics Ltd		5.30%
Pakistan Stock Exchange Ltd			7.13%	Cnergyico PK Ltd		4.95%
Lalpir Power Ltd			5.80%	Al Shaheer Corporation Ltd		4.33%
Hub Power Company Ltd			5.67%	Tata Textile Mills Ltd		4.29%
Sector Allocation (% of Total Assets)					31-Oct-22	30-Sep-22
Technology & Communication					16.85%	18.74%
Power Generation & Distribution					14.95%	15.21%
Textile Spinning					13.88%	14.07%
Investment Bank/Inv.Cos/					11.21%	11.50%
Refinery					6.98%	7.28%
Others					36.13%	33.21%

Name of non-compliant investment	Type of Investment	Value of investment before provision	Provision held (if any)	Value of investment after provision	Percentage(%) of Net Assets	Percentage (%) of Gross Assets
TRG Pakistan Ltd	Equity	200,512,750	-	200,512,750	11.21%	10.77%

Non-Compliance Disclaimer: Golden Arrow Stock Fund holds above mentioned non-compliant investment. Before making any investment decision, investors should review this document and latest Financial Statements.

Disclosure of Sindh Workers' Welfare Fund (SWWF)

During the month of August 2021, provisioning against Sindh Workers Welfare Fund by GASF amounting to PKR 50.815 million has been reversed on the basis of clarification received from Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan, received on August 13, 2021. This reversal of provision has contributed towards an unusual increase in NAV of the GASF (0.35/unit) 2.05%. This is one-off event and is not likely to be repeated in the future.

DISCLAIMER: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and risks involved.

MUFAP's Recommended Format