Golden Arrow
SELECTED STOCKS FUND LIMITED

3rd Quarter Report
March 31, 2015
(Un-audited)

quarterly report

Partner with AKD Profit from the Experience

AKD Investment Management Ltd.

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COMPANY INFORMATION

BOARD OF DIRECTORS

CHAIRMAN
Mr. Ahmed Abdul Sattar*

DIRECTOR & CHIEF EXECUTIVE OFFICER
Mr. Imran Motiwala*

DIRECTORS
Ms. Anum Dhedhi*
Mr. Aurangzeb Ali Naqvi *
Mr. Muhammad Siddiq Khokhar *
Mr. Abdul Karim Memon*
Mr. Muzammil Abdul Karim*

AUDIT COMMITTEE
Mr. Muhammad Siddiq Khokhar (Chairman)
Mr. Abdul Karim Memon (Member)
Mr. Aurangzeb Ali Naqvi (Member)
Mr. Muhammad Yaqoob (Secretary)

CHIEF FINANCIAL OFFICER
Mr. Muhammad Munir Abdullah

COMPANY SECRETARY
Mr. Muhammad Yaqoob

HEAD OF COMPLIANCE
Mr. Rashid Ahmed

MANAGEMENT COMPANY
AKD Investment Management Limited
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi -74000.

CUSTODIAN
Central Depository Company
of Pakistan Limited
CDC House 99-B, Block 'B'
S.M.CH.S., Main Shahra-e-Faisal,
Karachi-74400.

AUDITORS
Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants
Progressive Plaza,
Beaumont Road,
Karachi.

LEGAL ADVISER
Ali Daraz Siddiqui
Room No. 201 Noorani Building,
Campbell Street, Opp. Distt. Court,
Karachi-74200.

REGISTERED OFFICE
216-217, Continental Trade Centre, Block-8,
Clifton, Karachi-74000.

REGISTRAR & SHARE TRANSFER OFFICE
JWAFFS Registrar Services (Pvt.) Ltd.
505, 5th Floor, Kashif Centre,
Near Hotel Mehran, Main Shahrah-e-Faisal
Karachi - 75530.
Tel: 021-35643871-72

RATING - GASSFL
By PACRA
Performance Ranking

Long-term	Short-term
5-Star	4-Star

RATING - MANAGEMENT COMPANY
By PACRA: AM3 (AM Three)
By JCR-VIS: AM3 (AM Three)

* Approval pending from SECP

Mission Statement

To set a standard of investing in better performing and result oriented securities by adopting best business practices and ethics.

Vision

To be a leading investment Company in finanical industry with diversifying its business activities by good asset allocation and generating better financial results and yield to the stakeholders.

DIRECTORS' REPORT

The board of director of Golden Arrow Selected Stocks Fund Limited (GASSFL) is pleased to present its interim report along with the fund's account for the third Quarter ended 31 March, 2015.

At the start of the third quarter of fiscal year 2015, the KSE-100 Index continued its bullish momentum, reaching a historic high of 35,055.94 on February 4, 2015 closing at 30,233.87 as of March 31, 2015. The KSE-100 index recorded a negative return of 5.91% in the third quarter of fiscal year 2015, whereas MSCI Frontier Market Index registered a growth of 4.47%, meaning that the MSCI FMI broadly outperformed KSE-100 index by 10.38%. Foreign portfolio investment net selling stood at USD 134.756mn during the third quarter of fiscal year 2015; however it is expected that foreign portfolio investment will flow in the capital market during last quarter of the fiscal year 2015 due to attractive valuation after significant dip.

Fund's Financial Performance

Your fund for the third quarter ended 31 March, 2015 decrease by 11.91%, while KSE-100 index decrease by 5.91%. For the nine month period ended March 31, 2015 the return of the fund was 7.98% compared to the KSE-100 index return of 1.96%, outperforming KSE-100 index benchmark by over 6.02%.

Macro Perspective

The macroeconomic outlook of Pakistan has improved over the past several months based on the prudent monetary and fiscal policies, lower international commodity prices, strong capital inflows and increased remittances. The economy, at broader scale, has started reaping benefits of the reform initiatives taken by the current government such as significant improvement in tax collection and reduction in subsidies to power sector taking advantage of the lower international commodity prices thus creating much needed fiscal space. Despite stability at overall political front during third quarter of fiscal year 2015, law and order situation in Karachi and regulatory issues with the brokers had short term negative impact on stock market during the months of February and March 2015.

So far, the most crucial achievement at macro front is continuous improvement in total liquid foreign exchange reserves position. Total liquid foreign exchange reserves increased to $16.194bn by the end of third quarter fiscal year 2015 against $9.864bn in the corresponding period of fiscal year 2014, which is a significant surge of 64% year over year. Receipt of two tranches of worth $550mn and $499mn from International Monetary Fund (IMF) under extended Fund Facility and multilateral, bilateral sources supported the reserves position during the third quarter fiscal year 2015. Clearly, it signifies the foreign institution's confidence in Pakistan's progress towards economic growth and reforms. Under the arrangement, the latest approval has brought total disbursements to about $3.5bn.

The Headline Consumer Price Index (CPI) inflation had touched the decade's lowest level of 2.5% in the month of March 2015 over the corresponding period of previous year mainly due to massive reduction in domestic oil prices in last six months. Average inflation in first nine months of fiscal year 2015 stood at 5.12% compared to 8.64% over the corresponding period last year. The inflation trend may continue to follow a downward trajectory in the near-term, however, Government may miss its target of 4%-5% average CPI inflation for the fiscal year 2015 due to increase in petrol and high speed diesel prices by Rs.4/liter and Rs.3/liter during Mar 2015. Due to soft inflation and favorable economic environment throughout the ongoing fiscal year State Bank of Pakistan (SBP) slashed the discount rate three times during first nine months of fiscal year 2015 including the latest discount rate cut of 50bps in March 2015. So far, SBP has slashed the discount rate by 200bps on cumulative basis during first nine months of fiscal year 2015 and corporate earnings have started reaping benefits from this monetary easing.

Despite government's attempts to reduce the trade deficit, Pakistan's overall exports to the rest of the world remained subdued during first nine months of fiscal year 2015. Although, Pakistan made $1 billion additional gains after availing the GSP Plus facility, its overall exports were badly hurt due to loss of competiveness and extremely narrow export-base. The trade deficit expanded to $16.2bn in first nine months of fiscal year 2015 as compared to trade deficit of $14.05bn in first nine months of fiscal year 2014. While exports dropped almost 6% during the July to March period, imports in the same period grew on an average of 3%, widening the trade deficit by 15.4%. However, in contrast to trade deficit, the current account deficit shrank by $1.23bn and settled at $1.46bn during first nine months of fiscal year 2015 against $2.69bn in the corresponding period last year. As a percentage of the gross domestic product (GDP), the current account deficit stood at 0.7% in July to March as opposed to 1.5% for the same period of fiscal year 2014. The large scale manufacturing growth remained a concern throughout the fiscal year 2015. The growth in the industrial output has witnessed a decelerated trend in the past few months, largely because of supply-side bottlenecks. The nominal growth was led by lackluster performance of sub-sectors like textile, chemicals and pharmaceuticals. The sector's growth has been in decline since November, but the government has yet to take any measures to address the situation; while, the government is actively engaged in economic reforms to achieve its GDP growth target. International Monetary Fund (IMF) and World Bank (WB), in their recent review, expressed satisfaction regarding the progress of economic and energy sector developments. These reviews are expected to build the investors' confidence witnessing improved investment activity going forward.

Equity market

At the start of the third quarter of fiscal year 2015 KSE-100 Index continued its bullish momentum, reaching a historic high of 35,055.94 on Feb 4, 2015 on account of monetary easing, low inflation and record high foreign liquid reserves.

However, despite posting a hefty return of 7.20% during the month of January 2015, KSE-100 index clocked in a negative return of 5.91% for the third quarter of fiscal year 2015. The excessive selling was trickled by the liquidation of a foreign hedge fund which triggered a much awaited technical correction. Moreover, added selling pressure by the mutual funds to meet redemption requests crippled the stock prices settling to close KSE-100 Index at 30,233.87 as at March 31, 2015.

Future Outlook

Currently Pakistan is facing a complex environment, with war against terrorism on one hand, and severe energy crisis on the other creating major hurdles to achieve true economic potential. Also, the domestic economy's resilience is indeed impressive against global economic downturn caused by soft growth outlook of China, EU financial crunch and declining commodity prices. Yet, the statistics of Pakistan's GDP, GNP, FDI and stock market performance suggests that its economy is definitely on the path towards growth. Going forward, we believe the economy of Pakistan is expected to achieve a sustainable growth driven by low inflation, favorable international commodity prices, and growth in revenue collection, increase in foreign remittances, improved foreign direct investments and solid foreign exchange reserves. After successful divestment of HBL for $1.005bn in April 2015, the government is eyeing the divestment of distribution companies and 28% stake in Pakistan International Airlines by the end of CY15, these divestments coupled with next IMF tranches and other multilateral inflows will further strengthen the foreign reserve position. Moreover, large sum of money in the form of foreign direct investment, particularly from China in Energy and Infrastructure sector will help tackling the power shortage and improve local efficiencies in the country. Furthermore, on the back of soft inflation, we expect another cut of 50bps in the next Monetary Policy Meeting. The cumulative cut of 250 bps is significantly expected to enhance the corporate profitability.

Pakistan equity market is expected to gear up for a stellar performance in the coming quarters where we believe KSE-100 index to witness a strong positive return trajectory on the back of continued monetary easing, improvement in the economic indicators, effectiveness of the privatizations process, and growth in corporate profitability with attractive equity market valuations.

For and on behalf of the Board

Imran Motiwala
Chief Execcutive Officer

Karachi: April 27, 2015

FUND MANAGER'S REPORT

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

Closed 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.

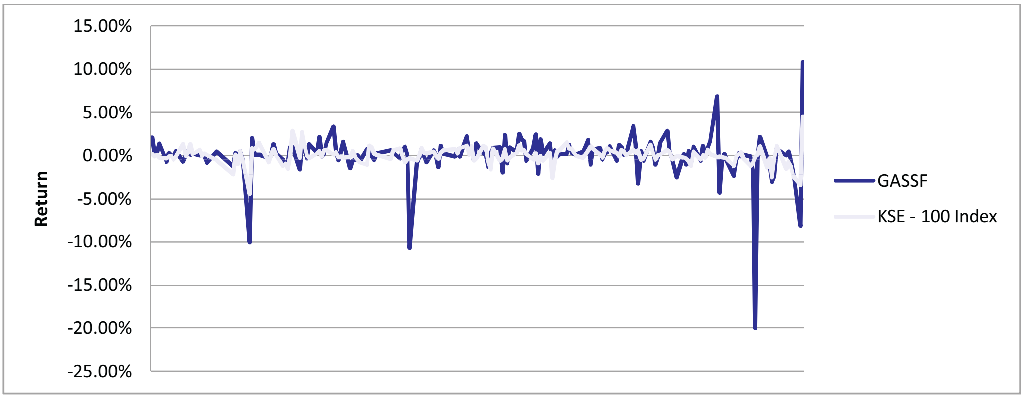
iii) Explanation as to whether Collective Investment Scheme achieved its stated Objective:

For the nine months period of FY15, the return of the Golden Arrow Selected Stocks Fund Limited (GASSFL) stood at a 7.98% versus the benchmark KSE-100 Index of 1.96%, thus significantly outperforming the benchmark by 6.02%.

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 Yield	Jul 14	Aug 14	Sep 14	Oct 14	Nov 14	Dec 14	Jan 15	Feb 15	Mar 15
GASSF	-1.00%	-4.79%	11.33%	3.53%	6.78%	5.66%	5.68%	-6.84%	-10.52%
Benchmark	2.23%	-5.76%	4.06%	2.19%	2.70%	2.99%	7.20%	-2.36%	-10.10%

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

Golden Arrow Selected Stocks Fund Limited is a closed end equity scheme. The return of Fund is generated through investment in value stocks which have strong growth potential. GASSFL 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 at the date of report and particulars of significant change in asset allocation since the last report (if applicable):

Asset Allocation (% of Total Assets)	31-Mar-15	31-Dec-14
Equities	86.45%	97.82%
Cash	11.34%	1.84%
Other Assets	2.21%	0.34%
Leverage	Nil	Nil

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

9MFY15 Return	7.98%
Benchmark Return	1.96%

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

Net Asset Value			NAV Per Unit	
31-Mar-15	31-Dec-14	Change	31-Mar-15	31-Dec-14
(Rupees In "000")			Rs.	Rs.
1,348,286	1,874,507	-28.07%	8.86	12.32

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 macro indicators of Pakistan have shown significant improvement over past few months. The government introduced several fiscal and monetary reforms which are supporting the economy. Soft commodity and oil prices, strong foreign remittances, multilateral inflows and reduction in discount rate provided the much needed strength to economy. Despite major positive triggers, the equity market struggled during the month of February and March 2015 because of law and order situation in Karachi and the Yemen crisis. These factors shattered the investors' confidence in short-term, however, equity market quickly recovered due to Pakistan's neutral stance regarding intervention in Yemen war.

Monetary easing remained one of the noticeable developments during the current fiscal year. Due to soft inflation and favorable economic environment throughout the ongoing fiscal year, State Bank of Pakistan (SBP) slashed the discount rate three times during first nine months of fiscal year 2015 including the latest discount rate cut of 50bps in March. So far, SBP has slashed the discount rate by 200 bps on cumulative basis. As a result, the corporate earnings are experiencing significant growth in the recent quarters; except the depressed oil and gas sector. Going forward, it is expected that the discount rate will come down further in the next monetary policy in May 2015. In addition to monetary easing, the Headline Consumer Price Index (CPI) is also in declining phase as it reached its lowest level in ten years to 2.5% in March mainly due to the trickledown effect of falling international oil prices. Average inflation in first nine months of fiscal year 2015 has remained at 5.12% compared to 8.64% over the corresponding period last year. Based on the current trend in oil prices, it is expected that inflation level will remain low in 2015. However, government may miss its average CPI target of 4% to 5% for the full fiscal year 2015 primarily due to higher GST on oil products and recent increase of Rs.4/liter and Rs.3/liter in petrol and high speed diesel prices, respectively.

International Monetary Fund's (IMF) Extended Fund Facility Program has played a supportive role for Pakistan's economy. In the recent months, receipt of two tranches of worth $550mn and $499mn from International Monetary Fund (IMF) owing to successful reviews, multilateral and bilateral sources supported the reserves position during the third quarter fiscal year 2015. Resultantly, total liquid foreign exchange reserves have increased to $16.194bn by the end of third quarter fiscal year 2015 against $9.864bn in the corresponding period of fiscal year 2014, which is a significant surge of 64% year over year. Under the arrangement, the latest approval has brought total disbursements to about $3.5bn. It signifies the foreign institution's confidence in Pakistan's progress towards economic growth and reform policies. The government has been successful to large extent in meeting the targets set by IMF. Under the privatization program as well, recently, government has sold its entire holding in HBL to generate $1.005bn to further strengthen the foreign reserves. In addition, Moody's has also improved ratings of Pakistani bonds to positive from stable in international market. These factors will boost the confidence of local and international investors' going forward.

Despite several important developments, severe energy crisis and flawed policies hammered the performance of textile, pharmaceutical and chemical sector. Resultantly, the large scale manufacturing (LSM) has been showing lagging growth throughout the current fiscal year but government has yet to take any measures to turn the situation around. Apart from slow LSM growth, government is actively engaged in economic reforms to achieve its GDP growth target. International Monetary Fund (IMF) and World Bank (WB), in their recent review, expressed satisfaction regarding the progress of economic and energy sector developments. This review helps build the investors' confidence witnessing improved investment activity going forward.

Further on the down side, trade deficit has continued to be a problem in the fiscal year 2015. The trade deficit expanded to $16.2bn in first nine months of fiscal year 2015 as compared to trade deficit of $14.05bn in first nine months of fiscal year 2014. Pakistan failed to improve the deficit as exports went down by almost 6% during the July to March period where as the imports in the same period grew on an average of 3%, widening the trade deficit by 15.4%. On the positive side, Pakistan was able to gain $1bn because of the GSP status granted by EU. However, the full benefits have not been extracted due to a narrow export base and lack of competitiveness. On the other hand, the current account presents a different picture. The current account deficit shrank by $1.23bn and reached a level of $1.46bn during first nine months of fiscal year 2015 against $2.69bn in the corresponding period last year. As a percentage of the gross domestic product (GDP), the current account deficit stood at 0.7% in July to March as opposed to 1.5% for the same period of fiscal year 2014.

Equity Market Performance

Bullish sentiment prevailed at the start of third quarter fiscal year 2015, posting a return of 7.2% for the month of January 2015 on account of monetary easing, soft inflation figure and build up foreign liquid reserves. Mean while KSE-100 index touched the historic high level of 35,055.94 points on February 4, 2015. However, later in the month of February and March, excessive foreign selling due to liquidation of a frontier market hedge fund nullified the January return and resultantly third quarter fiscal year 2015 return clocked in at -5.91%. Moreover, profit taking by individuals and institutional investors further dragged down the KSE-100 Index. Redemption claims from investor due to poor law and order situation in Karachi exerted pressure on mutual funds to clear positions that crippled the stock prices and KSE-100 index settled at 30,233.87 as at 31, March 2015.

Future Outlook

With the improvement in the economic outlook witnessed by the growth in national economic indicators such as GDP, GNP, FDI and stock market performance entice the notion of de-risking, however the energy shortage crippling the backbone of the manufacturing and service sector coupled with the resources exerted on continuous fight against war on terror has slowed down the pace and distant the milestone for the economy to reach its full potential.

However the Government's efforts to overcome the major obstacle of energy shortage by increasing the capacity of power generation through coal based projects is much appreciated, we expect going forward the economy of Pakistan to achieve a sustainable growth driven by low inflation, favorable international commodity prices, growth in revenue collection, increase in foreign remittances, improved foreign direct investments and solid foreign exchange reserves. After successful divestment of HBL for $1.005bn in April 2015, the government is eyeing the divestment of distribution companies and 28% stake in Pakistan International Airlines by the end of CY15, these divestments coupled with next IMF tranches and other multilateral inflows will further strengthen the foreign reserve position. Moreover, large sum of money in the form of foreign direct investment, particularly from China in Energy and Infrastructure sector will help tackling the power shortage and improved local efficiencies in the country. Furthermore, on the back of soft inflation, we expect another cut of 50bps in the next Monetary Policy Meeting. The cumulative cut of 250bps expected to further enhance the corporate profitability.

We expect the equity market to witness a record breaking upward trajectory going forward, with a base case of continued monetary easing, improvement in the economic indicators, effectiveness of the privatizations process, and growth in corporate profitability with attractive equity market valuations.

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.

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

There was no share split during the period.

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

Investments are subject to credit and market risk.

xiv) 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, 2015

	Note	(Un-audited) March 31 2015	(Audited) June 30 2014
		---------- (Rupees in '000) ----------	
ASSETS			
Bank balances		**201,143**	53,271
Receivable against sale of investments		**29,998**	-
Investments	4	**1,533,540**	1,698,189
Dividends and other receivables		**6,443**	2,167
Tax refundable		**124**	124
Security deposit		**2,750**	2,750
Total Assets		**1,773,998**	1,756,501
LIABILITIES			
Payable against purchase of investments		**-**	-
Payable to the Management Company		**3,702**	3,872
Provision for Workers' Welfare Fund (WWF)	5	**46,123**	42,689
Accrued and other liabilities		**12,048**	8,965
Unclaimed dividend / dividend payable		**363,839**	34,278
Total Liabilities		**425,712**	89,804
NET ASSETS		**1,348,286**	1,666,697
SHARE HOLDER'S EQUITY			
Authorised capital			
250,000,000 (June 30, 2014: 250,000,000) ordinary shares of Rs. 5 each		**1,250,000**	1,250,000
Issued, subscribed and paid-up capital			
152,098,344 (June 30, 2014: 152,098,344) ordinary shares of Rs. 5 each		**760,492**	760,492
General reserves		**500**	500
Undistributed income		**587,294**	905,705
		1,348,286	1,666,697
		-------------- (Rupees) --------------	
NET ASSETS VALUE PER SHARE		**8.86**	10.96
CONTINGENCIES AND COMMITMENTS	6		

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

Imran Motiwala	**Anum Dhedhi**
Chief Executive Officer	Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

		Nine months ended March 31		Quarter ended March 31	
		2015	2014	2015	2014
Income	**Note**	(Rupees in '000)			
Net capital gain on sale of investments classified as 'financial assets at fair value through profit or loss' - held-for-trading		**242,151**	392,242	**84,816**	137,866
Net capital gain on sale of investments classified as 'available-for-sale'		**-**	7,383	**-**	-
Dividend income		**33,928**	54,083	**6,037**	17,670
Net unrealised (depreciation) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - held-for-trading	4.3	**(65,519)**	260,593	**(273,064)**	123,661
Profit on bank deposits		**4,762**	4,833	**1,223**	2,605
Total Income		**215,322**	719,134	**(180,988)**	281,802
Operating expenses					
Remuneration to Management Company		**26,165**	26,317	**8,908**	9,259
Sales tax on management fee		**4,553**	4,884	**1,550**	1,718
Provision for indirect taxes and duties		**4,186**	4,211	**1,425**	1,482
Annual fee to Securities and Exchange Commission of Pakistan (SECP)		**1,243**	1,250	**423**	440
Remuneration of custodian - Central Depository Company of Pakistan Limited (CDC)		**860**	884	**286**	335
Auditors' remuneration		**332**	272	**97**	68
Legal and professional charges		**101**	209	**-**	-
Annual listing fee		**548**	477	**-**	-
Central Depository System charges		**283**	214	**39**	57
Fees and subscription		**287**	338	**84**	186
Securities transaction cost		**4,560**	4,922	**1,541**	2,085
Bank charges		**6**	11	**1**	2
Directors' fee		**200**	140	**75**	50
Printing and postage		**260**	859	**101**	228
Advertisement		**-**	63	**-**	-
Provision for Workers' Welfare Fund (WWF)	5	**3,435**	13,482	**(3,910)**	5,318
Total Expenses		**47,019**	58,533	**10,620**	21,228
Net income / (loss) before taxation		**168,303**	660,601	**(191,608)**	260,574
Taxation	7	**-**	-	**-**	-
Net income / (loss) after taxation		**168,303**	660,601	**(191,608)**	260,574
Other comprehensive income					
Reclassification adjustment for gain included in the income statement		**-**	(821)	**-**	-
Total comprehensive income / (loss) for the period		**168,303**	659,780	**(191,608)**	260,574
		(Rupees)			
Earnings per share - basic and diluted		**1.11**	4.34	**(1.26)**	1.71

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Nine months ended March 31		Quarter ended March 31	
	2015	**2014**	**2015**	**2014**
	---------------------- (Rupees in '000)		----------------------	
Undistributed income brought forward	**905,705**	840,189	**1,113,518**	1,072,908
Net income / (loss) after taxation	**168,303**	660,601	**(191,608)**	260,574
Final dividend for the year ended June 30, 2014 @ 20% (Rs.1.00 per share) [June 30, 2013 @ 22% (Rs.1.10 per share)]	**(152,098)**	(167,308)	**-**	-
Interim dividend for the year ending June 30, 2015 @ 44% (Rs. 2.20 per share) [June 30, 2014 @ 44% (Rs. 2.20 per share)]	**(334,616)**	(334,616)	**(334,616)**	(334,616)
Undistributed income carried forward	**587,294**	998,866	**587,294**	998,866

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Nine months ended March 31		Quarter ended March 31	
	2015	2014	2015	2014
	---------------------- (Rupees in '000)			----------
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income / (loss) before taxation	**168,303**	660,601	**(191,608)**	260,574
Adjustments:				
Capital gain on sale of investments classified as 'financial assets at fair value through profit or loss' - net	**(242,151)**	(392,242)	**(84,816)**	(137,866)
Capital gain on sale of investments classified as 'available-for-sale' - net	**-**	(7,383)	**-**	-
Unrealised (depreciation) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	**65,519**	(260,593)	**273,064**	(123,661)
Provision for Workers' Welfare Fund (WWF)	**3,435**	13,482	**(3,910)**	5,318
Provision for indirect taxes and duties	**4,186**	4,211	**1,425**	1,482
	(708)	18,076	**(5,845)**	5,847
Decrease / (increase) in assets				
Receivable against sale of investments	**(29,998)**	(2,628)	**(29,998)**	(3,555)
Investments	**341,281**	675,190	**192,956**	462,640
Advance against share subscription	**-**	-	**-**	64,975
Dividends and other receivables	**(4,276)**	(12,208)	**11,137**	(13,022)
	307,007	660,354	**174,095**	511,038
Increase / (decrease) in liabilities				
Payable against purchase of investments	**-**	2,765	**(1,224)**	8,910
Payable to the Management Company	**(170)**	263	**(637)**	(8)
Accrued and other liabilities	**(1,103)**	(580)	**(362)**	547
	(1,273)	2,448	**(2,223)**	9,449
Net cash generated from / (used) in operating activities	**305,026**	680,878	**166,027**	526,334
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividends paid	**(157,154)**	(484,602)	**(1,247)**	(321,935)
Net cash used in financing activities	**(157,154)**	(484,602)	**(1,247)**	(321,935)
Net increase in cash and cash equivalents	**147,872**	196,276	**164,780**	204,399
Cash and cash equivalents at the beginning of the period	**53,271**	34,468	**36,363**	26,345
Cash and cash equivalents at the end of the period	**201,143**	230,744	**201,143**	230,744

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Share capital	General reserves	Unrealised appreciation / (diminution) on re-measurement of investments classified as 'available-for-sale' - net	Undistributed income	Total
	----------------------------	(Rupees in '000)	----------------------------		
Balance as at December 31, 2013	760,492	500	-	1,072,908	1,833,900
Net Income after taxation	-	-	-	260,574	260,574
Other comprehensive loss for the period	-	-	-	-	-
Total comprehensive income for the quarter ended March 31, 2014	-	-	-	260,574	260,574
Interim dividend for the year ending June 30, 2014 @ 44% (Rs.2.20 per share)	-	-	-	(334,616)	(334,616)
Balance as at March 31, 2014	**760,492**	**500**	**-**	**998,866**	**1,759,858**
Balance as at June 30, 2013	760,492	500	821	840,189	1,602,002
Net Income after taxation	-	-	-	660,601	660,601
Other comprehensive loss for the period	-	-	(821)	-	(821)
Total comprehensive income for the nine months period ended March 31, 2014	-	-	(821)	660,601	659,780
Final dividend for the year ended June 30, 2013 @ 22% (Rs.1.10 per share)				(167,308)	(167,308)
Interim dividend for the year ending June 30, 2014 @ 44% (Rs.2.20 per share)	-	-	-	(334,616)	(334,616)
Balance as at March 31, 2014	**760,492**	**500**	**-**	**998,866**	**1,759,858**
Balance as at December 31, 2014	760,492	500	-	1,113,518	1,874,510
Net loss after taxation	-	-	-	(191,608)	(191,608)
Other comprehensive loss for the period	-	-	-	-	-
Total comprehensive loss for the quarter ended March 31, 2015	-	-	-	(191,608)	(191,608)
Interim dividend for the year ending June 30, 2014 @ 44% (Rs.2.20 per share)	-	-	-	(334,616)	(334,616)
Balance as at March 31, 2015	**760,492**	**500**	**-**	**587,294**	**1,348,286**
Balance as at June 30, 2014	760,492	500	-	905,705	1,666,697
Net Income after taxation	-	-	-	168,303	168,303
Other comprehensive loss for the period	-	-	-	-	-
Total comprehensive income for the nine months period ended March 31, 2015	-	-	-	168,303	168,303
Final dividend for the year ended June 30, 2014 @ 20% (Rs.1.00 per share)				(152,098)	(152,098)
Interim dividend for the year ending June 30, 2015 @ 44% (Rs.2.20 per share)	-	-	-	(334,616)	(334,616)
Balance as at March 31, 2015	**760,492**	**500**	**-**	**587,294**	**1,348,286**

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN EQUITY AND RESERVES - PER SHARE (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

	Nine months ended March 31		Quarter ended March 31	
	2015	2014	2015	2014
	(Rupees in '000)			
Net assets value per share at the beginning of the period	**10.96**	10.53	**12.32**	12.06
Net capital gain on sale of investments classified as 'financial assets at fair value through profit or loss' - held-for-trading	**1.59**	2.63	**0.56**	0.91
Dividend income	**0.22**	0.36	**0.04**	0.12
Net unrealised appreciation on re-measurement of investments / derivatives classified as 'financial assets at fair value through profit or loss' - held-for-trading	**(0.43)**	1.71	**(1.80)**	0.81
Profit on bank deposits	**0.03**	0.03	**0.01**	0.01
Net income for the period	**1.41**	4.73	**(1.19)**	1.85
Operating expenses	**(0.31)**	(0.39)	**(0.07)**	(0.14)
Final dividend for the year ended June 30, 2014 @ 20% (Rs.1.00 per share) [June 30, 2013 @ 22% (Rs.1.10 per share)]	**(1.00)**	(1.10)	**-**	-
Interim dividend for the year ending June 30, 2015 @ 44% (Rs. 2.20 per share) [June 30, 2014 @ 44% (Rs. 2.20 per share)]	**(2.20)**	(2.20)	**(2.20)**	(2.20)
Net assets value per share as at March 31	**8.86**	11.57	**8.86**	11.57

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015

1 STATUS AND NATURE OF BUSINESS

1.1 Golden Arrow Selected Stocks Fund Limited (the Company) was incorporated on May 09, 1983 in Pakistan as a public limited company under the Companies Act, 1913 (now Companies Ordinance, 1984). The Company got registered as an investment company on April 29, 2005 under the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC rules). The registered office of the Company is situated at 216 - 217, 2nd floor, Continental Trade Centre, Block 8, Clifton, Karachi. The Company is listed on the Karachi and Lahore Stock Exchanges. The Company is a closed-end mutual fund and its principal activity is to make investment in marketable securities.

1.2 The Company is being managed by AKD Investment Management Limited and Central Depository Company of Pakistan Limited is the custodian of the Company.

1.3 The Pakistan Credit Rating Company Limited (PACRA) and JCR-VIS Credit Rating Company Limited (JCR-VIS) has assigned Asset Manager / Management Quality Rating of 'AM3' to the Management Company dated September 26, 2014 and April 10, 2015 respectively. The Pakistan Credit Rating Agency (PACRA) has assigned Company performance ranking of "MFR 5-Star" to the Company.

1.4 As per clause 65 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, as amended by Securities and Exchange Commission of Pakistan (SECP) vide its Notification S.R.O. 1492(I)/2012 dated December 26, 2012 an asset management company managing an Investment Company shall, from the expiry of five years from November 21, 2007, hold within one month of such period a meeting of shareholders to seek their approval to convert the Investment Company into an Open End Scheme (by simple majority) or wind up the Investment Company (by special resolution). Further, during the current year, SECP vide its Notification S.R.O 1399(I) 2012 dated November 28, 2012 extended the timeline for convening the meeting of share holders till January 31, 2013.

In compliance with above referred regulation, the Company convened a meeting of shareholders on January 31, 2013. However, neither the conversion of the Company into an Open End Scheme nor its winding up was approved by the shareholders by the majority specified in the said regulation. This fact was communicated to the stock exchanges and the SECP.

Subsequently, the Company received a notice from SECP on February 21, 2013 citing non-compliance of the aforementioned Regulation and advised the Company to take immediate corrective action by calling another extra ordinary general meeting of shareholders. The Company being aggrieved by the said notice preferred a Constitutional Petition before the Honorable Sindh High Court on the ground that Regulation 65 is ultra vires the constitution. The Honorable Sindh High Court, after a preliminary hearing, has granted an ad-interim relief to the Company by restraining the SECP from taking any coercive action against the Company during the pendency of the petition.

The future operations of the Company are dependent on the outcome of the above referred Constitutional Petition. The management and the Company's legal counsel are of the view that the scheme of Regulation 65 in the way it has been framed is not in accordance with the principles of Company Law as well as the Constitution of Pakistan.

Furthermore, they are confident that the Honorable Sindh High Court will strike down Regulation 65 or direct SECP to devise a more practical implementation scheme. However, the management believes that, in the worst case scenario, the winding up of the Company will not have any material impact on the carrying amounts of assets and liabilities for the reason that such values are not materially different from the expected realisable / settlement amounts of the assets and liabilities of the Company. Accordingly, these financial statements have been prepared on a going concern basis.

2 STATEMENT OF COMPLIANCE

The condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34: 'Interim Financial Reporting', the NBFC Rules, NBFC Regulations and directives issued by SECP. In case where requirements differ, the requirements of the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

These condensed interim financial statements are unaudited.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Company for the year ended June 30, 2014.

4 INVESTMENTS

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
		-------- (Rupees in '000)	--------
Financial assets at fair value through profit or loss			
- Quoted equity securities - held for trading	4.1	**1,530,245**	1,694,894
Available for sale			
- Quoted equity securities	4.2	**3,295**	3,295
		1,533,540	1,698,189

4.1 Quoted Equity Securities - financial assets at 'fair value through profit or loss'

Name of the Investee company	Number of shares					Balance as at March 31, 2015			Percentage in relation to		
	Opening Balance	Purchases during the period	Bonus / rights issue	Sales during the period	Closing balance	Carrying cost	Market value	Appreciation / (diminution)	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
						----------Rupees in '000'----------					
SHARES OF LISTED COMPANIES - fully paid ordinary shares of Rs. 10 each unless stated otherwise											
OIL AND GAS											
Attock Refinery Limited	269,500	-	-	269,500	-	-	-	-	-	-	-
National Refinery Limited	51,400	4,000	-	55,400	-	-	-	-	-	-	-
Pakistan State Oil Company Limited	119,700	-	-	119,700	-	-	-	-	-	-	-
						-	-	-			
CHEMICALS											
Archroma Pakistan Limited	140,580	-	-	-	140,580	46,259	61,992	15,733	4.04	4.60	0.41
Arif Habib Corporation Limited	210,000	-	-	210,000	-	-	-	-	-	-	-
Biafo Industries Limited	453,000	517,000	-	645,000	325,000	49,286	55,263	5,977	3.60	4.10	1.63
Dynea Pakistan Limited (Face value of Rs.5 each)	895,233	-	-	533,500	361,733	16,283	19,371	3,088	1.26	1.44	1.92
Engro Corporation Limited	179,000	200,000	-	379,000	-	-	-	-	-	-	-
Engro Fertilizer Limited	-	800,000	-	800,000	-	-	-	-	-	-	-
Engro Polymer & Chemicals Limited	250,000	-	-	250,000	-	-	-	-	-	-	-
Ghani Gases Limited	7,072	-	-	7,000	72	2	2	-	-	-	-
ICI Pakistan Limited	21,900	-	-	21,900	-	-	-	-	-	-	-
Nimir Industries Chemicals Limited	-	672,500	-	-	672,500	18,828	14,916	(3,912)	0.97	1.11	0.61
						130,658	151,544	20,886			
FORESTRY (PAPER AND BOARD)											
Century Paper and Board Mill Limited	116,017	-	-	116,017	-	-	-	-	-	-	-
Pakistan Paper Products Limited	-	226,500	-	-	226,500	14,616	14,892	276	0.97	1.10	3.78
						14,616	14,892	276			
INDUSTRIAL METALS AND MINING											
Huffaz Seamless Pipe Industries Limited	462,745	-	-	71,000	391,745	7,972	7,149	(823)	0.47	0.53	0.71
International Industries Limited	599,500	289,500	-	889,000	-	-	-	-	-	-	-
International Steels Limited	-	356,000	-	356,000	-	-	-	-	-	-	-
Siddiqsons Tin Plate Limited	2,005,000	-	-	-	2,005,000	14,276	15,900	1,624	1.04	1.18	2.55
						22,248	23,049	801			
CONSTRUCTION AND MATERIALS											
Akzo Nobel Pakistan Limited	39,500	140,000	-	179,500	-	-	-	-	-	-	-
Balochistan Glass Limited	110,000	-	-	-	110,000	715	363	(352)	0.02	0.03	0.06
Berger Paints Pakistan Ltd.	-	250,000	-	250,000	-	-	-	-	-	-	-
Buxly Paints Limited	1,000	35,500	-	-	36,500	1,650	1,394	(256)	0.09	0.10	2.53
Dewan Cement Limited	7,009,500	418,500	-	1,448,500	5,979,500	44,018	36,475	(7,543)	2.38	2.71	1.54
Javedan Corporation Limited	-	3,661,800	-	-	3,661,800	98,517	90,630	(7,887)	5.91	6.72	3.14
Javedan Corporation Limited (LoR)	-	818,500	-	818,500	-	-	-	-	-	-	-
Lafarge Pakistan Cement Limited	2,400,000	-	-	2,400,000	-	-	-	-	-	-	-
Shabbir Tiles & Ceramics Limited (Face value Rs 5 each)	270,682	547,000	474,255	-	1,291,937	10,571	10,413	(158)	0.68	0.77	0.85
						155,471	139,275	(16,196)			
GENERAL INDUSTRIALS											
Cherat Packaging Limited	61,499	-	-	61,499	-	-	-	-	-	-	-
Merit Packaging Ltd.	895,657	-	-	-	895,657	16,892	15,280	(1,612)	1.00	1.13	2.22
Macpac Films Limited	727,129	82,000	-	-	809,129	14,107	11,603	(2,504)	0.76	0.86	2.08
Thal Limited (Face value Rs 5 each)	189,700	378,300	-	19,000	549,000	136,273	140,182	3,909	9.14	10.40	0.68
						167,272	167,065	(207)			

Name of the Investee company	------------------------- Number of shares				------------------------	Balance as at March 31, 2015			Percentage in relation to		
	Opening Balance	Purchases during the period	Bonus / rights issue	Sales during the period	Closing balance	Carrying cost	Market value	Appreciation / (diminution)	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
						-----------Rupees in '000'-----------					
ELECTRONIC AND ELECTRIC GOODS											
Johnson and Phillips (Pakistan) Ltd.	-	17,000	-	-	17,000	570	342	(228)	0.02	0.03	0.31
Pakistan Cables Limited	114,500	88,900	-	-	203,400	23,987	26,802	2,815	1.75	1.99	0.71
						24,557	27,144	2,587			
ENGINEERING											
K.S.B. Pumps Company Limited	218,000	-	-	177,800	40,200	3,367	5,385	2,018	0.35	0.40	0.30
						3,367	5,385	2,018			
PHARMA AND BIO TECH											
GlaxoSmithkline (Pak) Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
						-	-	-			
SOFTWARE AND COMPUTER SERVICES											
Netsol Technologie Limited	-	200,000	-	200,000	-	-	-	-	-	-	-
						-	-	-			
INDUSTRIAL TRANSPORTATION											
Pakistan International Container Terminal Limited	-	25,600	-	-	25,600	7,719	6,115	(1,604)	0.40	0.45	0.02
Pakistan National Shipping Corporation	198,808	-	-	198,808	-	-	-	-	-	-	-
						7,719	6,115	(1,604)			
TECHNOLOGY HARDWARE AND EQUIPMENT					-						
TPL Trakker Limited	8,102,000	-	-	2,011,500	6,090,500	50,490	42,694	(7,796)	2.78	3.17	2.80
						50,490	42,694	(7,796)			
SUPPORT SERVICES					-						
TRG Pakistan Limited	11,184,060	4,828,467	-	4,046,500	11,966,027	155,881	177,935	22,054	11.60	13.20	2.69
TRG Pakistan Limited (LOR)	-	4,065,043	-	4,065,043	-	-	-	-	-	-	-
						155,881	177,935	22,054			
AUTOMOBILE AND PARTS											
Atlas Battery Limited	16,396	-	-	12,050	4,346	1,956	2,907	951	0.19	0.22	0.02
Atlas Honda Limited	145,151	19,300	-	148,000	16,451	4,054	5,511	1,457	0.36	0.41	0.02
Exide Pakistan Ltd.	43,461	-	-	43,461	-	-	-	-	-	-	-
General Tyre & Rubber Co. of Pakistan Limited	152,892	-	-	152,892	-	-	-	-	-	-	-
Honda Atlas Cars (Pakistan) Limited	10,000	-	-	10,000	-	-	-	-	-	-	-
						6,010	8,418	2,408			
BEVERAGES											
Murree Brewery Company Limited	3,800	14,580	-	18,380	-	-	-	-	-	-	-
						-	-	-			
FOOD PRODUCERS											
Colony Sugar Mills Limited	378,000	-	-	-	378,000	2,873	1,516	(1,357)	0.10	0.11	0.38
Habib - ADM Limited (Face value of Rs 5 each)	74,889	-	-	74,889	-	-	-	-	-	-	-
JDW Sugar Mills Limited	11,573	-	-	11,573	-	-	-	-	-	-	-
Noon Sugar Mills Limited	1,215,091	-	-	1,185,630	29,461	707	811	104	0.05	0.06	0.18
Punjab Oil Mills Limited	99,000	100,000	-	-	199,000	18,874	27,800	8,926	1.81	2.06	3.69
Quice Food Industries Limited	290,500	7,012,500	-	513,000	6,790,000	53,452	40,265	(13,187)	2.63	2.99	6.90
Sanghar Sugar Mills Limited	14,890	-	-	-	14,890	381	368	(13)	0.02	0.03	0.12
Shahtaj Sugar Mills Limited	24,537	-	-	-	24,537	1,963	1,665	(298)	0.11	0.12	0.20
Shakarganj Mills Limited	4,646,502	520,000	-	-	5,166,502	87,544	68,249	(19,295)	4.45	5.06	7.43
S. S. Oil Mills Limited	-	180,500	-	400	180,100	8,302	5,450	(2,852)	0.36	0.40	3.18
Tandlianwala Sugar Mills Limited	5,356	-	-	5,356	-	-	-	-	-	-	-
						174,096	146,124	(27,972)			

4.1 Quoted Equity Securities - financial assets at 'fair value through profit or loss'

Name of the Investee company	Number of shares					Balance as at March 31, 2015			Percentage in relation to		
	Opening Balance	Purchases during the period	Bonus / rights issue	Sales during the period	Closing balance	Carrying cost	Market value	Appreciation / (diminution)	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
						----------Rupees in '000'----------					
PERSONAL GOODS (TEXTILE)											
Crescent Fibres Limited	42,000	-	-	-	42,000	1,249	1,686	437	0.11	0.13	0.34
Dawood Lawrencepur Limited	62,159	-	-	-	62,159	7,273	6,697	(576)	0.44	0.50	0.11
Fazal Cloth Mills Limited	12,406	-	-	-	12,406	1,923	1,373	(550)	0.09	0.10	0.04
Rupali Polyester Limited	12,701	-	-	-	12,701	214	142	(72)	0.01	0.01	0.04
Din Textile Mills Limited	54,729	-	-	-	54,729	6,536	6,868	332	0.45	0.51	0.24
Ellcot Spinning Mills Limited	835,554	20,000	-	-	855,554	63,596	53,643	(9,953)	3.50	3.98	7.81
Fazal Textile Mills Limited	22,800	10,900	-	-	33,700	27,929	11,441	(16,488)	0.75	0.85	0.54
Ishaq Textile Mills Limited	6,500	-	-	-	6,500	144	59	(85)	0.00	0.00	0.07
Island Textile Mills Limited	37,850	2,150	-	-	40,000	34,473	33,160	(1,313)	2.16	2.46	8.00
Kohinoor Mills Limited	-	80,500	-	-	80,500	1,208	1,268	60	0.08	0.09	0.16
Prosperity Weaving Mills Limited	84,591	-	-	-	84,591	3,468	2,961	(507)	0.19	0.22	0.46
Saif Textile Mills Limited	181,500	35,500	-	-	217,000	5,658	4,666	(992)	0.30	0.35	0.82
Sapphire Fibres Limited	47	-	-	-	47	14	25	11	0.00	0.00	-
Service Industries Limited	53,288	-	-	53,288	-	-	-	-	-	-	-
ZIL Limited	115,155	-	-	-	115,155	11,976	5,910	(6,066)	0.39	0.44	1.88
						165,661	129,899	(35,762)			
FIXED LINE TELECOMMUNICATION											
PAK Datacom Limited	654,031	-	-	654,031	-	-	-	-	-	-	-
Telecard Limited	2,268,500	-	-	-	2,268,500	9,346	5,717	(3,629)	0.37	0.42	0.76
WorldCall Telecom Limited	2,752,000	-	-	-	2,752,000	5,752	3,220	(2,532)	0.21	0.24	0.32
						15,098	8,937	(6,161)			
ELECTRICITY											
Sitara Energy Limited	263,151	-	-	-	263,151	8,881	10,055	1,174	0.66	0.75	1.38
K-Electric Limited	-	21,500,000	-	2,601,000	18,899,000	161,087	134,372	(26,715)	8.76	9.97	0.83
						169,968	144,427	(25,541)			
MEDIA											
Hum Network Limited	211,000	1,279,000	-	1,490,000	-	-	-	-	-	-	-
						-	-	-			
MULTIUTILITIES (GAS AND WATER)											
Sui Northern Gas Pipelines Limited	1,007,050	4,167,000	-	856,000	4,318,050	105,210	99,790	(5,420)	6.51	7.40	0.68
Sui Southern Gas Company Limited	2,895,500	1,530,500	-	534,000	3,892,000	141,897	144,315	2,418	9.41	10.70	0.44
						247,107	244,105	(3,002)			
COMMERCIAL BANKS											
Allied Bank Limited	-	328,125	-	328,125	-	-	-	-	-	-	-
Askari Bank Limited	589,792	-	-	589,792	-	-	-	-	-	-	-
Bank Al-Falah Limited	541,500	-	-	541,500	-	-	-	-	-	-	-
Bank Al-Habib Limited	314,600	-	-	314,600	-	-	-	-	-	-	-
BankIslami Pakistan Limited	506,500	45,956	-	-	552,456	5,378	4,983	(395)	0.32	0.37	0.10
BankIslami Pakistan Limited (LOR)	-	45,956	414,472	45,956	414,472	-	87	87	0.01	0.01	0.87
Bank Of Punjab Limited.	-	1,324,500	-	1,324,500	-	-	-	-	-	-	-
Habib Bank Limited	382,690	-	-	382,690	-	-	-	-	-	-	-
Habib Metropolitan Bank Limited	513,382	-	-	513,382	-	-	-	-	-	-	-
National Bank Of Pakistan	-	400,000	-	400,000	-	-	-	-	-	-	-
NIB Bank Limited	4,372,955	1,500,000	-	-	5,872,955	13,052	11,570	(1,482)	0.75	0.86	0.06
Summit Bank Limited	11,628,659	-	-	-	11,628,659	38,956	43,259	4,303	2.82	3.21	1.08
						57,386	59,899	2,513			

4.1 Quoted Equity Securities - financial assets at 'fair value through profit or loss'

Name of the Investee company	Number of shares					Balance as at March 31, 2015			Percentage in relation to		
	Opening Balance	Purchases during the period	Bonus / rights issue	Sales during the period	Closing balance	Carrying cost	Market value	Appreciation / (diminution)	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
						Rupees in '000'					
NON LIFE INSURANCE											
Adamjee Insurance Company Limited	200,000	1,600,000	-	1,800,000	-	-	-	-	-	-	-
Askari General Insurance Company Limited	526,000	-	-	286,000	240,000	4,200	6,552	2,352	0.43	0.49	0.62
Century Insurance Company Limited	451,312	12,000	-	-	463,312	7,674	9,419	1,745	0.61	0.70	1.01
Habib Insurance Company Limited (Face value of Rs 5 each)	311,250	-	-	-	311,250	4,809	5,276	467	0.34	0.39	0.25
IGI Insurance Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
TPL Direct Insurance Company Limited	1,018,000	61,500	-	777,814	301,686	4,106	5,515	1,409	0.36	0.41	0.66
						20,789	26,762	5,973			
FINANCIAL SERVICES											
First Capital Securities Corporation Limited	317,605	-	-	-	317,605	784	537	(247)	0.04	0.04	0.10
						784	537	(247)			
HEALTH CARE EQUIPMENT AND SERVICES											
Shifa International Hospitals	269,000	-	-	269,000	-	-	-	-	-	-	-
						-	-	-			
TRAVEL AND LEISURE											
Pakistan International Airline Corp	-	605,500	-	605,500	-	-	-	-	-	-	-
Pakistan Services Limited	13,400	-	-	-	13,400	6,584	6,037	(547)	0.39	0.45	0.04
						6,584	6,037	(547)			
IMPAIRED EQUITY SECURITIES											
FINANCIAL SERVICES											
Security Leasing Corporation Limited (9.1% Preference Shares)	1,489	-	-	-	1,489	2	2	-	-	-	-
						2	2	-			
Total listed equity securities as at March 31, 2015						**1,595,764**	**1,530,245**	**(65,519)**			
Total listed equity securities as at June 30, 2014						**1,434,991**	**1,694,894**	**259,904**			

4.2 Quoted equity securities - 'available-for-sale'

Name of the investee company	Note	Number of shares: Opening balance	Purchases during the period	Bonus / rights issue	Sales during the period	Closing balance	Balance as at March 31, 2015: Carrying Cost	Market value	Appreciation / (diminution)	Market value as percentage of investments	Market value as percentage of net assets	Percentage in relation investee paid-up capital
							(Rupees in '000)					
Financial services												
Security Leasing Corporation Limited (9.1% Preference shares)	4.2.1	1,000,000	-	-	-	1,000,000	10,166	-	-	-	-	-
Less: Impairment							(6,871)					
							3,295	3,295	-	0.17	0.18	8.89
Total listed equity securities as at March 31, 2015							**3,295**	**3,295**	**-**			
Total listed equity securities as at June 30, 2014							3,295	3,295	-			

4.2.1 Security Leasing Corporation Limited has deferred the payment of 3rd redemption amounting to Rs.2,720,000 (pertaining to 500,000 shares of Rs.10 each) on the basis of the current adverse financial position of the Company. As per the terms of the preference shares, the redemption amount will be the lower of par value and breakup value as per latest available audited financial statements. The break-up value (per share of Security Leasing Corporation Limited) as per the financial statements for the year ended June 30, 2009 is Rs.5.44, which is lower than the face value. Further, the break-up value of shares as per the financial statements of the Company for the nine months ended March 31, 2010 is Rs.1.15. Therefore, the redemption of 500,000 shares due on November 30, 2009 have been valued at Rs.5.44 per share and the remaining shares have been valued at Rs.1.15 per share. Negotiations are currently underway with the investee company to recover the outstanding amount of preference shares.

	Note	Unaudited March 31, 2015	Audited June 30, 2014
		------ (Rupees in '000) ------	
4.3 Unrealised diminution in fair value of investments classified as 'available-for-sale' - net			
Market value of investments	4.1	**3,295**	3,295
Less: Cost of investments	4.1	**(3,295)**	(3,295)
		-	-

5 PROVISION FOR WORKERS' WELFARE FUND

Through the Finance Act, 2008, an amendment was made in section 2(f) of the Workers' Welfare Fund Ordinance, 1971 (the WWF Ordinance) whereby the definition of 'Industrial Establishment' has been made applicable to any establishment to which West Pakistan Shops and Establishment Ordinance, 1969 applies. As a result of this amendment, it is alleged that all Collective Investment Schemes (CISs) / mutual funds 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 (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

In August 2011, the Lahore High Court (LHC) issued a judgment in response to a petition in similar case whereby the amendments introduced in WWF Ordinance through Finance Acts, 2006 and 2008 have been declared unconstitutional and therefore struck down. However, during March 2013, the SHC larger bench issued a judgment in response to various petitions in similar cases whereby the amendments introduced in the Workers' Welfare Fund Ordinance, 1971 through Finance Act, 2006 and 2008 respectively (Money Bills) have been declared constitutional and overruled a single-member Lahore High Court (LHC) bench judgment issued in August 2011.

Further, in May 2014, the Honorable Peshawar High Court (PHC) held that the impugned levy of contribution introduced in the Ordinance through Finance Acts, 1996 and 2009 lacks the essential mandate to be introduced and passed through a Money Bill under the constitution and, hence, the amendments made through the Finance Acts are declared as 'Ultra Vires'.

In view of the aforementioned developments during the year, the Management Company, as a matter of abundant caution, has decided to retain and continue with the provision for WWF amounting to Rs.46.123 million (June 30, 2014: Rs.42.689 million) in these financial statements. Had this provision not been made the net asset value would have increased by Re.0.303 (3.42%) per share (June 30, 2014: Re.0.281 (2.56%) and the net income for the year would have increased by Re.0.023 (2.00%) per share (March 31, 2014: Re.0.089 (2.00%) per share)

6 CONTIGENCIES AND COMMITMENTS

There were no Contigencies and Commitments as at March 31, 2015.

7 TAXATION

The income of the Company is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for that year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the shareholders. Accordingly, the Company has not recorded provision for taxation as the management intends to distribute at least 90 percent of the Company's accounting income for the year as reduced by capital gains (whether realised or unrealised) to its shareholders.

The company is also exempt from the provisions of section 113 (minimum tax) under clause 11 of part 1V of the Second Schedule to the Income Tax Ordinance, 2001.

8 PROVISION FOR INDIRECT TAXES AND DUTIES

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 has been applied effective June 13, 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter has been collectively taken up by the Management Company jointly with other Asset Management Companies and Central Depository Company of Pakistan Limited on behalf of schemes through a Constitutional Petition filed in the Honorable Sindh High Court (SHC) during September 2013 which is pending adjudication. However, the SHC has issued a stay order against the recovery of FED. The Company, as a matter of abundant caution, has made full provision in respect of FED effective June 13, 2013.

9 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include AKD Investment Management Limited, being the Management Company, Central Depository Company of Pakistan Limited, being the custodian, Aqeel Karim Dhedi Securities (Private) Limited, AKD Securities Limited, other collective schemes managed by the Management Company, directors and officers of the Management Company, directors of the Company and their connected persons.

The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates. Details of transactions and balances with connected persons are as follows:

	Nine months ended March 31, 2015	Nine months ended March 31, 2014
	--------- (Rupees in '000)	---------
9.1 Transactions during the period		
AKD Investment Management Limited		
Remuneration to Management Company	**26,165**	26,317
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**34,915**	38,407
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	76,814
AKD Securities Limited - Group Company		
Sale of shares of various companies	**213,138**	49,987
Purchase of shares of various companies	**272,759**	114,528
Brokerage	**773**	211
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**3**	3
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	6

	Nine months ended March 31, 2015	Nine months ended March 31, 2014
	--------- (Rupees in '000) ---------	
Aqeel Karim Dhedhi Securities (Private) Limited - Staff Provident Fund		
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**2,302**	2,302
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	4,604
AKD Investment Management Limited - Staff Provident Fund		
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**601**	661
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	1,322
Oil & Gas Investment Limited - Group Company		
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**2,420**	2,420
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	4,840
Directors of the Company		
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**6,650**	7,348
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	14,804
Key Management Personnel of the Company		
Final cash dividend paid @ 20% i.e. Re.1 per share (2014: 22% i.e. Rs.1.10 per share)	**11**	11
Interim Cash dividend paid @ 44% i.e. Rs. 2.20 per share	**-**	22
AKD Opportunity Fund - Common Management Company		
Purchase of shares	**46,740**	51,761
Sale of shares	**87,207**	-
Aqeel Karim Dhedhi Securities (Private) Limited		
Purchase of shares	**28,667**	-
AKD Capital Limited		
Purchase of shares	**2,500**	-
Mr. Aqeel Karim Dhedhi		
Purchase of shares	**49,208**	-
Central Depository Company of Pakistan Limited (Custodian)		
Fee charged during the period (including transaction charges)	**1,143**	1,098

9.2 Transactions outstanding at the period / year end

	(Un-audited) March 31, 2015	(Audited) June 30, 2014
	--------- (Rupees in '000) ---------	
AKD Investment Management Limited - Management Company		
Remuneration payable	**2,642**	2,760
Sales tax on Management fee	**460**	512
Provision for indirect taxes and duties	**10,051**	5,865
Others	**600**	600
Shares in issue (number of shares: March 31, 2015: 24,782,895; June 30, 2014: 34,915,395)	**123,914**	174,577

	(Un-audited) March 31, 2015	(Audited) June 30, 2014
	--------- (Rupees in '000)	---------
Aqeel Karim Dhedhi Securities (Private) Limited - Staff Provident Fund		
Shares in issue (number of shares: March 31, 2015: 2,092,812; June 30, 2014: 2,092,812)	**10,464**	10,464
AKD Securities Limited - Group Company		
Shares in issue (number of shares: March 31, 2015: 2,889; June 30, 2014: 2,889)	**14**	14
Brokerage payable	**-**	9
AKD Investment Management Limited Staff Provident Fund		
Shares in issue (number of shares: March 31, 2015: 451,046; June 30, 2014: 601,046)	**2,255**	3,005
Directors of the Company		
Shares of the Company held (number of shares: March 31, 2015: 6,760,861; June 30, 2014: 6,649,861)	**33,804**	33,249
Key Management Personnel of the Company		
Shares of the Company held (number of shares: March 31, 2015: 80,000; June 30, 2014: 135,622)	**400**	678
Central Depository Company of Pakistan Limited - (Custodian)		
Fee payable (including transaction charges)	**85**	85

10 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 27, 2015 by the Board of Directors of the Company.

11 GENERAL

11.1 Figures have been rounded off to the nearest thousand rupees.

11.2 The bifurcation of undistributed income into realised and unrealised income at the beginning and end of the period as required by the NBFC Regulations has not been disclosed as such bifurcation is not practicable.

Imran Motiwala
Chief Executive Officer

Anum Dhedhi
Director

AKD Investment
Management Ltd.

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