

Funds Managed by:
AKD Investment Management Ltd.

Half Yearly Report
December 31, 2020
(Un-Audited)



half yearly report



Partner with AKD
Profit from the Experience



**AKD Investment
Management Ltd.**

MANAGEMENT COMPANY

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

**BOARD OF DIRECTORS
OF THE MANAGEMENT COMPANY**

Chairman
Mr. Abdul Karim

Director & Chief Executive Officer
Mr. Imran Motiwala

Director
Ms. Anum Dhedhi
Ms. Aysha Ahmed
Mr. Ali Wahab Siddiqui
Mr. Hasan Ahmed
Mr. Saim Mustafa Zuberi

**CHIEF OPERATING OFFICER AND COMPANY SECRETARY
OF THE MANAGEMENT COMPANY**

Mr. Muhammad Yaqoob Sultan, CFA

**CHIEF FINANCIAL OFFICER
OF THE MANAGEMENT COMPANY**

Muhammad Munir Abdullah

**HEAD OF INTERNAL AUDIT
OF THE MANAGEMENT COMPANY**

Ms. Tayyaba Masoom Ali

AUDIT COMMITTEE

Mr. Ali Wahab Siddiqui (Chairman)
Mr. Hasan Ahmed (Member)
Mr. Saim Mustafa Zuberi (Member)
Ms. Tayyaba Masoom Ali (Secretary)

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

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

RATING

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

**CORPORATION
INFORMATION**

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

AKD Fund shall continuously strive to:

- *Keep primary focus on investing clients' interest*
- *Achieve highest standards of regulatory compliance and good governance*
- *Prioritize risk management while endeavoring 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 superior 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), 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 Golden Arrow Stock Fund (GASF) – (*Formerly: Golden Arrow Selected Stocks Fund Limited*) is pleased to present its Half Yearly report along with the Funds' reviewed financial statements for the first half ended December 31, 2020.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 1HFY21, the return of AKD Opportunity Fund stood at 60.75% compared to the benchmark KSE-100 Index return of 27.11%. During 2QFY21, the return of AKDOF stood at 11.48% compared to the benchmark KSE-100 index return of 7.85%. For the 1QFY21, the return of AKD Opportunity Fund stood at 44.19% compared to the benchmark KSE-100 Index return of 17.87%.

Golden Arrow Stock Fund (*Formerly: Golden Arrow Selected Stocks Fund Limited*)

For the 1HFY21, the return of Golden Arrow Stock Fund (*Formerly: Golden Arrow Selected Stocks Fund Limited*) stood at 59.89% compared to the benchmark KSE-100 Index return of 27.11%. During 2QFY21, the return of GASF stood at 15.30% compared to the benchmark KSE-100 index return of 7.85%. For the 1QFY21, the return of Golden Arrow Stock Fund stood at 38.67% compared to the benchmark KSE-100 Index return of 17.87%.

AKD Index Tracker Fund (AKDITF)

For the 1HFY21, the return of AKD Index Tracker Fund stood at 25.34% compared to the benchmark KSE-100 Index return of 27.11%. During 2QFY21, the return of AKDITF stood at 7.31% compared to the benchmark KSE-100 index return of 7.85%. For the 1QFY21, the return of AKD Index Tracker Fund stood at 16.80% compared to the benchmark KSE-100 Index return of 17.87%.

AKD Cash Fund (AKDCF)

For the 1HFY21, the annualized return of AKD Cash Fund stood at 6.27% compared to the benchmark return of 6.67%. During 2QFY21, the annualized return of AKDCF stood at 6.01% compared to the benchmark return of 6.63%. For the 1QFY21, the annualized return of AKD Cash Fund stood at 6.43% compared to benchmark return of 6.72%.

AKD Aggressive Income Fund (AKDAIF)

For the 1HFY21, the annualized return of AKD Aggressive Income Fund stood at 5.70% compared to the benchmark return of 7.51%. During 2QFY21, the annualized return of AKDAIF stood at 6.51% compared to the benchmark return of 6.67%. For the 1QFY21, the annualized return of AKD Aggressive Income Fund stood at 4.81% compared to benchmark return of 7.34%.

AKD Islamic Income Fund (AKDISIF)

For the 1HFY21, the annualized return of AKD Islamic Income Fund stood at 6.62% compared to the benchmark return of 3.93%. During 2QFY21, the annualized return of AKDISIF stood at 5.09% compared to the benchmark return of 3.44%. For the 1QFY21, the annualized return of AKD Islamic Income Fund stood at 8.04% compared to benchmark return of 4.42%.

AKD Islamic Stock Fund (AKDISSF)

For the 1HFY21, the return of AKD Islamic Stock Fund stood at 39.62% compared to the benchmark KMI-30 Index return of 29.41%. During 2QFY21, the return of AKDISSF stood at 6.10% compared to the benchmark KMI-30 index return of 9.93%. For the 1QFY21, the return of AKD Islamic Stock Fund stood at 31.60% compared to the benchmark KMI-30 Index return of 17.72%.

MACRO PERSPECTIVE:

Following a decade's low GDP growth of negative 0.38% during FY20, owing to disruption in economic activities due to COVID-19 outbreak, Pakistan has witnessed a strong rebound during 1HFY21 as business activities resumed and macroeconomic indicators have begun to turn the corner. To this end, Large Scale Manufacturing (LSM) has registered a growth of 7.41%YoY in 5MFY21 vs. 5.37% decline in the same period last year, pointing towards an economy on track to achieve real GDP growth target of over 2%.

Major contribution towards LSM growth came from Food, Beverages & Tobacco (weight 12.37%), Non Metallic Mineral Products (weight 5.36%), and Pharmaceuticals (weight 3.62%) which increased by 21.28%, 20.60%, and 12.95% respectively. However, some of the increase was eroded by negative contribution from Iron & Steel Products (weight 5.39%), Electronics (weight 1.96%), and Leather Products (weight 0.86%), which decreased by 3.69%, 18.00%, and 43.04%, respectively during July-November FY21.

During the period under review, external account turned positive after witnessing consecutive current account deficit since 4QFY15, resulting in strengthening of local currency by 5.14% since year ended FY20. External account of the country clocked in at a surplus of USD 1.13 billion (0.81% of GDP) as compared to a deficit of USD 2.03 billion (1.53% of GDP) recorded during the same period last year. Improvement in external account can be attributed to a 24.91%YoY surge in workers' remittances owing to constraints in informal channels after closure of international flights. The Exports of Goods & Services declined by 3.82%YoY to USD 14.65 billion owing to shutdown of export destinations. Imports of Goods & Services increased by 1.35%YoY to US\$27.02 billion due to rise in international commodity prices and volumetric increase in line with pickup in economic activity.

During the 1HFY21, Pakistan was able to attract USD0.95 billion in gross FDI as compared to USD 1.36 billion in SPLY, exhibiting a decrease of 29.77% YoY. Portfolio Investment has witnessed net outflow of USD 244.40 million as compared to inflow of USD 18.80 million during SPLY. Moreover, investment in debt securities also turned negative to USD 193.80 million from positive USD 452.20 million owing to a

decrease in interest rates. Net open position by foreign investors stood at USD 3.07 billion, USD 0.34 billion, and USD 0.19 billion in Equity, T-Bills and PIBs respectively.

Total liquid foreign exchange reserves of Pakistan stood at USD 20.55 billion by December 2020 (USD 13.41 billion net reserves with State Bank of Pakistan and USD 7.13 billion net reserves with banks) as compared to USD 17.93 in SPLY.

On the fiscal front, the Federal Board of Revenue (FBR) has made net revenue collection of PKR 2,204 billion during first six months of FY21, up by 4.90%YoY as compared to PKR 2,101 billion recorded during SPLY owing to faster recovery in the economy. During the period under review, refunds of PKR 102 billion have been issued compared to PKR 53 billion for the SPLY. Government is expected to achieve its collection target of PKR 4.96 trillion for FY21, up by 24.17% as compared to FY20 collection of PKR ~4.00 trillion.

As per the Pakistan Bureau of Statistics (PBS), National Consumer Price Index (NCPI) for the month of December 2020 stood at 7.97%YoY which pulled down the average inflation for 6MFY21 to 8.63% as compared to 11.11% SPLY. This significant increase in monthly inflation was primarily due to increase in prices of Food and Non-alcoholic Beverages (weight 34.58%) by 13.30%YoY. Average core inflation (non-food non-energy) for Urban and Rural in Dec'20 clocked in at 5.53% and 7.65%, respectively.

EQUITY REVIEW:

Local bourse continued its positive trajectory where benchmark KSE-100 Index surged by 9,333pts, an increase of 27.11% and 7.84% during 1HFY21 and 2QFY21 respectively. The Index closed at 43,755pts as compared to 34,422pts at FY20-close. To recap, during 4QFY20, KSE-100 Index surged by 5,190pts after witnessing a decline of 11,503pts during 3QFY20. Local stock market witnessed healthy participation during the period under review as average daily traded turnover surged to 447.54 million shares as compared to 196.53 million shares recorded during FY20. Moreover investor interest diverted to second tier and third tier stocks as KSE-100 contribution to total volumes decreased to 59.38% from 68.92% recorded during FY20

Despite political noise, local market remained buoyant due to improvement in macroeconomic conditions of the country. Some of the positive triggers that kept the market sentiment bullish included 1) Current Account Surplus of USD 1.13 billion during 1HFY21 resulting in appreciation of local currency by 5.14%, 2) 1% Negative real interest rate despite stable interest rates, 3) FBR collection increasing by 4.90% YoY to PKR 2,204 billion during first six months of FY21, 4) LSM growing by 7.41% YoY during July-November FY21, 5) Exuberant response in Roshan digital account with deposit of USD 200 million, 6) Progress in resolution of Circular debt, 7) Prime Minister unveiling Karachi 'Transformation' Plan, 8) Asian Development Bank (ADB) approving USD 300 million loan for strengthening capital markets, 9) Pfizer and BioNTech unveiling the Covid-19 vaccine with 90% efficacy in Phase 3 trials in early November followed by Moderna (94% efficacy) and AstraZeneca (60-70% efficacy), and 10) FATF retaining Pakistan on the grey list until February 2021.

Foreign investors remained net sellers for fifth consecutive quarter with net outflow of USD 183.93 million. During 1HFY21 Individuals, Companies and Insurance companies were the major net buyers with net inflows of USD 159.11 million, USD 90.55 million and USD 82.60 million respectively. However, Banks/DFI and Broker Proprietary Trading were the net sellers with net outflow of USD 68.77 million and USD 9.35 million respectively.

There was a major outperformance witnessed in different sectors during 1HFY21 which helped the KSE-100 Index maintain its momentum. Market capitalization of sectors i.e. Commercial Banks, Cement, Automobile Assembler, Food & Personal Care Products, and Chemicals increased by 28.05%, 50.74%, 40.82%, 15.14% and 29.22%, respectively. In terms of valuation, KSE-100 Index closed at FY21 Price to Earnings Multiple of 6.81x, 54.95% discount compared to MSCI Emerging Market P/E of 15.11x, offering a healthy dividend yield of 5.22%.

MONEY MARKET REVIEW:

During 1HFY21, thirteen (13) MTB auctions were conducted, where the State Bank of Pakistan managed to raise PKR 5.12 trillion cumulatively. Weighted average yield of 3 months, 6 months, and 12 months MTB were 7.02%, 7.07%, and 7.16%, respectively as compared to 13.49%, 13.52%, and 13.49% for same period last year. It is pertinent to note that the yield curve has been on an increasing trend since touching its low of 6.43%, 6.47% and 6.55% for 3 months, 6 months, and 12 months MTB ,respectively in July 2020 auction, depicting an upward slope in the yield curve within short tenure paper as well. Additionally, upward sloping yield curve for recent MTB auctions further suggests future increase in the interest rates.

To further address demand for liquidity, the SBP conducted six (6) auctions of fixed rate Pakistan Investment Bonds (PIBs) and was successful in raising PKR 291.54 billion cumulatively during 1HFY21. The weighted average yield of 3 years, 5 years, and 10 years fixed rate PIBs were 8.02%, 8.40%, and 8.95% respectively, as compared to 12.96%, 12.59%, and 12.36%, during same period last year. The Monetary Policy Committee (MPC) announced two (2) Monetary Policy Statements in 1HFY21, where the Committee maintained the policy rate at 7% amid the Covid-19 pandemic with an aim to cushion the slowdown in growth rate while maintaining its inflation outlook and financial stability. The SBP conducted 44 Open Market Operations (OMO) in 1HFY21 of different maturities, in which it injected an average amount of PKR 631.59 billion per OMO at an average cut-off yield of 7.03%, and mopped up an average amount of PKR 41.63 billion per OMO at an average cut-off yield of 6.92%.

As per the auction target calendar for January-March 2021, the SBP targets to raise PKR 2.90 trillion by issuing 3 months, 6 months, and 12 months MTB against maturity amount of PKR 3.29 trillion. Moreover, SBP targets to raise PKR 300 billion by issuing 3 - 30 years fixed rate PIBs and PKR 270 billion by issuing 3 – 10 years floating rate PIBs.

FUTURE OUTLOOK:

Going into 2HFY21, the market is expected to follow FATF related news and any compliance requirement under IMF program. Moreover, any change in liquidity owing to interest rates may decide further directions of the capital market. With the slippage in external account during December 2021, the increase in international oil prices coupled with demand side pressures due to low interest rates will keep the interest rates and exchange rate in limelight.

With the upcoming result season, near term market performance will largely be guided by earning reads. Investor's response towards Initial Public Offerings and Right issues by companies depict positive opportunity for existing investors and helping investors get attracted to the market. Equity benchmarks are likely to remain in the bull-run trajectory with future expected growth in corporate earnings due to recently announced packages and low interest rates justifying upward re-rating in PE of Benchmark KSE-100 Index.

The Government's initiatives of attracting investments from Non-Resident Pakistanis (NRP) are also expected to bode well for the country. Reportedly, Roshan Digital Account has attracted deposit of more than USD 400 million in +80 thousands accounts as of February 3rd 2021. Government is expecting an inflow of USD 1 billion during FY21 from Digital Accounts. The new initiative allows Pakistani diaspora to invest in equity market and will bring fresh liquidity to the capital market.

On the Fixed Income front, negative real interest rates remain contentious considering the country is under an IMF Program. Future expected increase in National Consumer Price Index due to increase in international oil prices coupled with increasing demand may put upward pressure on interest rates. We expect the SBP to opt for contractionary monetary policy during 2HFY21.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Abdul Karim Memon
Chairman

Karachi: February 25, 2021

AKD Cash Fund



MANAGEMENT COMPANY

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

TRUSTEE

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

BANKERS

Allied Bank Limited
Askari Bank Limited
Bank AL Habib Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
United Bank Limited

AUDITORS

Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8
KCHSU, Sharah-e-Faisal
Karachi-75350, Pakistan.

LEGAL ADVISER

Sattar & Sattar
Attomeys - at - law
3rd Floor, UBL Building,
I.I Chundrigar Road,
Karachi.

REGISTRAR

AKD Investment Management Limited.
216 - 217, Continental Trade Centre,
Block-8, Clifton Karachi-74000
UAN: 111-253-465 (111-AKDIML)

DISTRIBUTOR

AKD Investment Management Limited
AKD Securities Limited
Investomate (Pvt.) Limited
Investlink Advisor (Private) Limited
Metro Capital (Private) Limited

RATING

AKD CASH FUND
PACRA: AA+(f) [Double A Plus (f)]

FUND MANAGER'S REPORT

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

Open – End Money Market Scheme

ii) Statement of Collective Investment Scheme's Investment objective:

The investment objective of the Fund is to provide optimum return consistent with minimal risk from a portfolio constituted of high quality short term securities / instruments, which will provide liquidity to investors. The fund exclusively invests in highly secure ('AA' and above) debt instruments such that the weighted average maturity of its assets stays below 90 days.

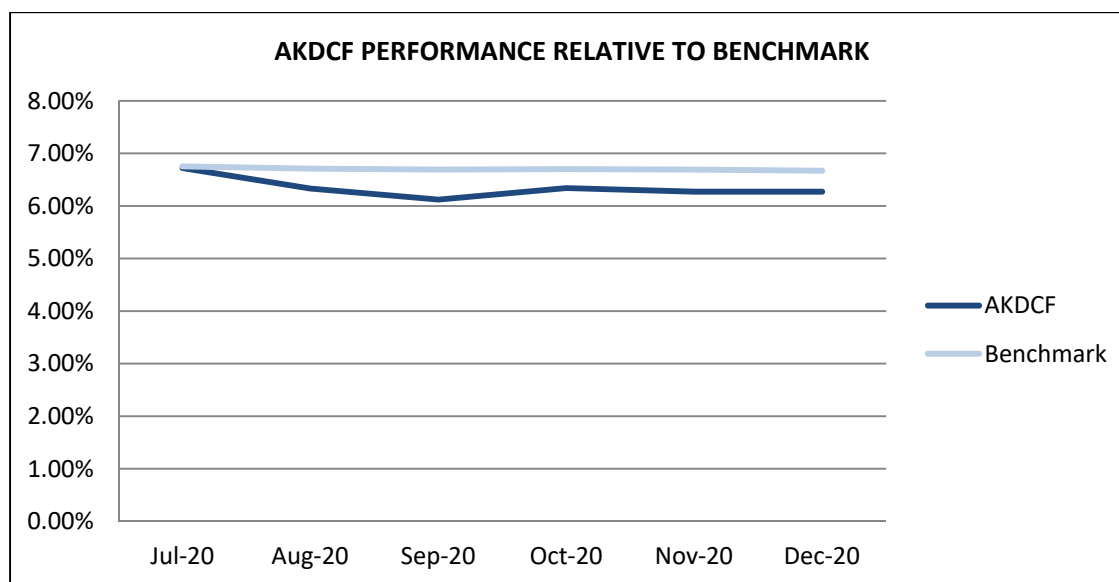
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1HFY21, the annualized return of AKD Cash Fund stood at 6.27% compared to benchmark return of 6.67%.

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

70% three (3) months PKRV rate + 30% three (3) months average deposit rate of three (3) AA rated scheduled Banks as selected by MUFAP.

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



Monthly yield (annualized)	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20
AKDCF	6.72%	6.33%	6.12%	6.34%	6.27%	6.27%
Benchmark	6.75%	6.71%	6.69%	6.70%	6.69%	6.67%

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

AKD Cash Fund is an Open – End Money Market Scheme. The returns of the fund are generated primarily through investment in high quality short term government securities. AKDCF is fully complied with the relevant policies and procedures as per Fund's regulatory requirements.

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

Asset Allocation (% of Total Assets)	31-Dec-20	30-Sep-20
Cash and Cash Equivalents	61.32%	96.51%
Commercial Papers	7.67%	-
Other Assets including Receivables	31.01%	3.49%

viii) **Analysis of the Collective Investment Scheme's performance:**

1HFY21 Return (annualized)	6.27%
Benchmark Return (annualized)	6.67%

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

Net Assets Value			NAV Per Unit	
31-Dec-20	30-Sep-20	Change in Net Assets	31-Dec-20	30-Sep-20
(Rupees in 000)			(Rupees)	
489,300	401,029	22.01%	52.18	51.40

x) **Disclosure on the markets that the Collective Investment Scheme has invested in including review of the market (s) invested in and return during the period:**

MACRO PERSPECTIVE:

Following a decade's low GDP growth of negative 0.38% during FY20, owing to disruption in economic activities due to COVID-19 outbreak, Pakistan has witnessed a strong rebound during 1HFY21 as business activities resumed and macroeconomic indicators have begun to turn the corner. To this end, Large Scale Manufacturing (LSM) has registered a growth of 7.41%YoY in 5MFY21 vs. 5.37% decline in the same period last year, pointing towards an economy on track to achieve real GDP growth target of over 2%.

Major contribution towards LSM growth came from Food, Beverages & Tobacco (weight 12.37%), Non Metallic Mineral Products (weight 5.36%), and Pharmaceuticals (weight 3.62%) which increased by 21.28%, 20.60%, and 12.95% respectively. However, some of the increase was eroded by negative contribution from Iron & Steel Products (weight 5.39%), Electronics (weight 1.96%), and Leather Products (weight 0.86%), which decreased by 3.69%, 18.00%, and 43.04%, respectively during July-November FY21.

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- 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 Fund Manager's report, not otherwise disclosed in the financial statements:**

There was no significant change in the state of affairs during the period under review.

- xii) Break down of unit holding by size:**

Range (Units)	No. of Investors
0.1 - 9,999	261
10,000 - 49,999	27
50,000 - 99,999	4
100,000 - 499,999	8
500,000 and above	5
	305

- xiii) Disclosure on unit split (if any), comprising:**

There were no unit splits during the period.

- xiv) Disclosure of circumstances that materially affect any interest of unit holders:**

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 broker or dealer by virtue of transactions conducted by the Collective Investment Scheme.

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S.M.C.H.S., Main Shahra-e-Faisal
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Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

AKD CASH FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of AKD Cash Fund (the Fund) are of the opinion that AKD Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2020 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2021

**AKD Cash
Fund**

Financial Statements
For the half year ended December 31,
2020

**INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNITHOLDERS ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION****Introduction**

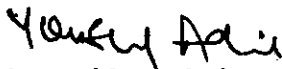
We have reviewed the accompanying condensed interim statement of assets and liabilities of **AKD CASH FUND** (here-in-after referred to as the "Fund") as at December 31, 2020, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unitholders' funds, condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year ended December 31, 2020. The Management Company (**AKD Investment Management Limited**) is responsible for the preparation and presentation of this condensed interim financial information in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2020 and 2019 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2020.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2020 is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

**Chartered Accountants****Place:** Karachi**Date:** February 26, 2021

**AKD CASH FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2020**

		(Un-audited) December 31, 2020 —— (Rupees in '000) ——	(Audited) June 30, 2020
Assets			
Bank balances	5	13,420	4,759
Investments	6	328,538	535,170
Profit receivable on bank deposits and commercial papers		232	3,334
Deposits, prepayments and other receivables	7	649	635
Receivable from other funds against conversion of units		<u>152,834</u>	-
Total assets		<u>495,673</u>	<u>543,898</u>
Liabilities			
Payable to the AKD Investment Management Limited - Management Company	8	860	931
Payable to the Central Depository of Pakistan limited - Trustee	9	23	34
Payable to Securities and Exchange Commission of Pakistan	10	42	155
Accrued and other liabilities	11	3,343	8,519
Payable to other funds against conversion of units		2,000	1,039
Payable against redemption of units		105	-
Total liabilities		<u>6,373</u>	<u>10,678</u>
Net assets		<u>489,300</u>	<u>533,220</u>
Unit holders' fund (as per statement attached)		<u>489,300</u>	<u>533,220</u>
Contingencies and commitments			
	12	————— Number of units —————	
Number of units in issue		<u>9,376,970</u>	<u>10,541,472</u>
		————— Rupees —————	
Net assets value per unit		<u>52.1810</u>	<u>50.5830</u>

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

YA

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

AKD CASH FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2020

	Note	For the half year ended December 31,		For the quarter ended December 31,	
		2020	2019	2020	2019
(Rupees in '000)					
Income					
Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'at fair value through profit and loss'	6.1	4	(151)	59	(120)
Income from government securities		14,025	42,032	6,635	23,620
Income from letter of placement		-	1,010	-	1,010
Capital loss on investments		(403)	(110)	(58)	(139)
Income from commercial papers		1,252	-	199	-
Profit on bank deposits		324	1,430	148	805
Total income		15,202	44,211	6,983	25,176
Expenses					
Remuneration of the Management Company	8.1	841	1,439	397	848
Sales tax on the remuneration of the Management Company	8.2	109	186	51	109
Remuneration of the Trustee	9.1	137	221	65	125
Sales tax on the Trustee remuneration	9.2	18	29	9	17
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	42	68	20	38
Expenses allocated by the Management Company		315	340	149	192
Brokerage and settlement charges		13	55	11	30
Auditors' remuneration	13	153	131	76	42
Bank charges		54	48	38	24
Fees and subscription		26	23	19	6
Printing and related cost		77	75	39	37
Legal and professional charges		150	155	75	69
Provision against Sindh Workers' Welfare Fund		265	829	120	473
Total expenses		2,200	3,599	1,069	2,010
Net income for the period before taxation		13,002	40,612	5,914	23,166
Taxation	14	-	-	-	-
Net income for the period after taxation		13,002	40,612	5,914	23,166
Allocation of net income for the period					
Net income for the period after taxation		13,002	40,612	5,914	23,166
Income already paid on units redeemed		(3,849)	(11,286)	(2,383)	(7,095)
		9,153	29,327	3,531	16,072
Accounting income available for distribution					
- Relating to capital loss		(399)	-	1	-
- Excluding capital gains		9,552	29,327	3,530	16,072
		9,153	29,327	3,531	16,072

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

YA

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

**AKD CASH FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2020**

	For the half year ended December 31,		For the quarter ended December 31,	
	2020	2019	2020	2019
	('Rupees in '000)			
Net income for the period after taxation	13,002	40,612	5,914	23,166
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	13,002	40,612	5,914	23,166

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

YA

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



Chief Executive Officer



Chief Financial Officer



Director

AKD CASH FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2020

	For the half year ended December 31,		For the quarter ended December 31,	
	2020	2019	2020	2019
	Note ----- ('Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	13,002	40,612	5,914	23,166
Adjustments				
Net unrealised (appreciation) / diminution on remeasurement of investments classified at 'fair value through profit and loss'	(4)	151	(59)	120
Provision against Sindh Workers' Welfare Fund	265	829	120	473
	<u>13,263</u>	<u>41,592</u>	<u>5,975</u>	<u>23,759</u>
(Increase) / decrease in assets				
Profit receivable on bank deposits and commercial papers	3,102	(1,111)	(190)	(1,102)
Deposits, prepayments and other receivables	(14)	(355)	13,913	6
	<u>3,088</u>	<u>(1,466)</u>	<u>13,723</u>	<u>(1,096)</u>
(Decrease) / increase in liabilities				
Payable to the AKD Investment Management Limited - Management Company	(71)	784	(103)	496
Payable to the Central Depository of Pakistan limited - Trustee	(11)	51	(3)	37
Payable to Securities and Exchange Commission of Pakistan	(113)	(59)	20	38
Accrued and other liabilities	(5,441)	(637)	(12,354)	(363)
	<u>(5,636)</u>	<u>139</u>	<u>(12,440)</u>	<u>208</u>
Investments - net	268,543	(151)	82,454	(120)
Net cash generated from / (used in) operating activities	<u>279,258</u>	<u>40,114</u>	<u>89,712</u>	<u>22,751</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received on issue of units	354,512	1,519,524	237,069	855,581
Payment against redemption of units	(563,307)	(597,180)	(306,585)	(306,780)
Payable against redemption of units	105	-	105	(8,478)
Net cash (used in) / generated from financing activities	<u>(208,690)</u>	<u>922,344</u>	<u>(69,411)</u>	<u>540,323</u>
Net increase in cash and cash equivalents	<u>70,568</u>	<u>962,458</u>	<u>20,301</u>	<u>563,074</u>
Cash and cash equivalents at beginning of the period	184,186	104,946	234,453	504,330
Cash and cash equivalents at end of the period	<u>5.2</u> <u>254,754</u>	<u>1,067,404</u>	<u>254,754</u>	<u>1,067,404</u>

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

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For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

AKD CASH FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2020

	For the half year ended December 31, 2020			For the half year ended December 31, 2019		
	Capital value	Undistributed income	Total	Capital value	Undistribut- ed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	531,170	2,050	533,220	100,790	1,611	102,401
Issue of 9,809,747 (2019: 29,345,940) units						
- Capital value (at Ex-Net asset value per unit at beginning of the period)	496,208	-	496,208	1,481,612	-	1,481,612
- Element of income	11,138	-	11,138	37,912	-	37,912
Total proceeds on issuance of units	507,346	-	507,346	1,519,524	-	1,519,524
Redemption of 10,974,249 units (2019: 11,492,048)						
- Capital value (at Ex-Net asset value per unit at beginning of the period)	555,112	-	555,112	580,208	-	580,208
- Amount paid out of element of income relating to net income for the year after taxation	-	3,849	3,849	-	11,286	11,286
- Element of income	5,307	-	5,307	5,686	-	5,686
Total payments on redemption of units	560,419	3,849	564,268	585,894	11,286	597,180
Total comprehensive income for the period	-	13,002	13,002	-	40,613	40,613
Net assets at end of the period	478,097	11,203	489,300	1,034,420	30,938	1,065,358
Undistributed income brought forward						
- Realised INCOME		1,602			1,685	
- Unrealised income / (loss)		448			(74)	
		2,050			1,611	
- Relating to Capital loss		(399)			-	
- Excluding capital gains		9,552			29,327	
		9,153			29,327	
Undistributed income carried forward		11,203			30,938	
Undistributed income carried forward						
- Realised income		11,199			31,088	
- Unrealised gain		4			(151)	
		11,203			30,938	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		50.5830			50.4876	
Net assets value per unit at end of the period		52.1810			53.5837	

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

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For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

AKD CASH FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Cash Fund Fund (the Fund) was established under a Trust Deed, dated August 15, 2011, executed between AKD Investment Management Limited (AKDIML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan (SECP) as a unit trust scheme on January 11, 2012. The initial Public Offering (IPO) of the Fund was made during the period from January 19, 2012 to January 20, 2012. In accordance with the Trust Deed, the first accounting period of the Fund commenced on the date on which the Fund property was first transferred to the Trustee i.e January 19, 2012.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies 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 is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund.

The principal activity of the Fund is to make investments in government securities, treasury bills, cash and near cash instruments, money market placements, bank deposits, certificate of deposits, certificate of musharakas, commercial papers, reverse repos. Title of 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 classified as a "Money Market Fund".

The Pakistan Credit Rating Agency Limited (PACRA) has maintained Asset Manager Rating of 'AM3++' to the Management Company dated February 8, 2021. PACRA has also assigned fund stability rating of "AA+(f)" to the Fund dated October 22, 2020.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standards (IAS) 34, Interim Financial Reporting, 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 and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 requirements of the Trust Deed differ from the IAS 34, 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 requirements of the Trust Deed have been followed.

2.1.2 The disclosures made in this condensed interim financial information has, however, been limited based on the requirements of IAS 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2020.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except that certain investments are measured at fair value.

2.3 Functional and presentation currency

This condensed interim financial information are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES, RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND CHANGES THEREIN

The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of audited financial statements of the Fund as at and for the year ended June 30, 2020.

The preparation of this condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the annual audited financial statements as at and for the year ended June 30, 2020.

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore not disclosed in this condensed interim financial information.

4. FINANCIAL RISK MANAGEMENT

The Fund's risk management objective and policies are consistent with those disclosed in the annual audited financial statements of the Fund as at and for the year ended June 30, 2020.

		(Unaudited) December 31, 2020	(Audited) June 30, 2020
	Note	(Rupees in '000)	
5. BANK BALANCES			
Current accounts		10	10
Saving accounts	5.1	<u>13,410</u>	<u>4,749</u>
		<u>13,420</u>	<u>4,759</u>
5.1	Mark-up rates on these accounts range between 5.00% - 6.50% per annum (June 30, 2020: 5.00% - 6.50% per annum).		
		(Unaudited) December 31, 2020	(Audited) June 30, 2020
	Note	(Rupees in '000)	
5.2 Cash and cash equivalents			
Bank balances		13,420	4,759
Market treasury bills (with original maturity of three months or less)		<u>241,334</u>	<u>179,427</u>
		<u>254,754</u>	<u>184,186</u>
6. INVESTMENTS			
At fair value through profit or loss			
- Government Securities - Market treasury bills	6.1	290,538	475,524
At amortised cost			
- Commercial papers	6.2	<u>38,000</u>	<u>59,646</u>
		<u>328,538</u>	<u>535,170</u>

6.1 Government securities

Instrument	Face Value				As at december 31, 2020			Market Value as a percentage of	
	At July 1, 2020	Purchased during the period	Sold during the period	As at December 31, 2020	Carrying value	Market value	Unrealised surplus	Net assets	Investments
T-Bills (3 months)	180,000	1,454,000	1,389,000	245,000	241,330	241,333	3	0.49	0.83
T-Bills (6 months)	285,000	185,000	460,000	-	-	-	-	-	-
T-Bills (12 Months)	35,000	76,000	81,000	60,000	49,204	49,205	1	0.10	0.17
Total - December 31, 2020					290,534	290,538	4		
Total - June 30, 2020					475,076	475,524	448		

The fund holds government securities as on December 31, 2020 at interest rate which ranges between 7.05% to 7.12% (June 30 2020 : 7.15% to 8%)

6.2 Commercial paper

Instruments	Rating	Rate of return per annum (%)	Face value			Carrying value as at December 31, 2020	Maturity date	Carrying value as percentage of	
			As at July 01, 2020	Purchased during the period	Matured / sold during the period			Investments	Net assets
K-Electric Limited		14.84	59,646	-	59,646	August 13, 2020	-	-	6%
Kot Addu Power Company Limited A1+		7.99	38,000	38,000	38,000	June 8, 2021	38,000	12%	-
Total December 31, 2020					38,000		38,000		
Total June 30, 2020					59,646		59,646		

	Note	(Unaudited) December 31, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2020
6.2 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'At fair value through profit or loss'			
Market value of investments	6.1	290,538	475,524
Carrying amount of investments	6.1	<u>(290,534)</u>	<u>(475,076)</u>
		<u>4</u>	<u>448</u>

7. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Security deposits with Central Depository

Company of Pakistan Limited		100	100
Annual listing fee of PSX		14	-
Advance tax	7.1	<u>535</u>	<u>535</u>
		<u>649</u>	<u>635</u>

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, up till year ended June 30, 2020, withholding tax on profit on debt and dividend paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II - 66417- R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder.

	Note	(Unaudited) December 31, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2020
8. PAYABLE TO THE AKD INVESTMNT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management fees	8.1	127	189
Sindh Sales tax on management fees	8.2	15	25
Federal excise duty on Management fee	8.3	669	669
Expenses allocated by the management company		<u>49</u>	<u>48</u>
		<u>860</u>	<u>931</u>

8.1 The Management Company has charged remuneration at the following rates per annum of the average net assets of the Fund. The remuneration is paid to the management on a monthly basis in arrears.

Net Asset of the Fund	Remuneration Rate (Per annum)
Up to Rs. 1 Billion	0.40%
Rs. 1 Billion - Rs. 1.5 Billion	0.50%
Above Rs. 1.5 Billion	1.25%

8.2 Sindh Sales Tax at the rate of 13% (June 30, 2020: 13%) on gross value of management fee under the provisions of Sindh Sales Tax on Services Act, 2011.

8.3 There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in the audited annual financial statements of the Fund for the year ended June 30, 2020. Had the said provision for FED not been recorded in this condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2020 would have been higher by Re. 0.0713 per unit (June 30, 2020: Re. 0.0635 per unit).

	Note	(Unaudited) December 31, 2020	(Audited) June 30, 2020
(Rupees in '000)			
9. PAYABLE TO THE CENTRAL DEPOSITORY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	9.1	20	30
Sindh Sales Tax	9.2	3	4
		<u>23</u>	<u>34</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 of 0.065%, based on the daily net assets of the Fund. The fee is paid to the Trustee monthly in arrears.

9.2 Sindh sales tax at the rate of 13% (June 30, 2020: 13%) on gross value of trustee fee under the provisions of Sindh Sales Tax on Services Act, 2011.

	Note	(Unaudited) December 31, 2020	(Audited) June 30, 2020
(Rupees in '000)			
10. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
Annual fee payable to SECP	10.1	42	155

10.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 all Collective Investment Schemes are required to pay an annual fee, to the Securities and Exchange Commission of Pakistan, an amount equal to 0.02% of the average annual net assets of the scheme.

	Note	(Unaudited) December 31, 2020	(Audited) June 30, 2020
(Rupees in '000)			
11. ACCRUED AND OTHER LIABILITIES			
Auditors remuneration		153	229
Printing charges payable		202	150
Provision for Sindh Workers' Welfare Fund	11.1	2,747	2,482
Withholding tax payable		128	5,454
Rating fee payable		104	190
Brokerage Payable		7	12
Others		2	2
		<u>3,343</u>	<u>8,519</u>

11.1 There is no change in the status of the SWWF as reported in the audited annual financial statements of the Fund for the year ended June 30, 2020. Had the provision for SWWF not been recorded in this condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2020 would have been higher by Re.0.293 per unit (June 30, 2020 Re.0.235 per unit).

12. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2020 and June 30, 2020.

13. TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund for the half year ended December 31, 2020 is 1.05% (June 30 2020 : 1.05%), which includes 0.21% (June 30, 2020 : 0.3%) representing government levy, Sindh Worker's Welfare Fund and SECP fee.

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 amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealised capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in cash in the manner as explained above, accordingly, no provision for taxation has been made in this condensed interim financial information.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons of the Fund include AKD Investment Management Limited (being the Management Company) and its related entities, Central Depository Company of Pakistan Limited (being the Trustee of the Fund), other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or trust beneficially owning (directly or indirectly) ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and key management personnel of the Management Company.

Transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

The details of transactions carried out by the Fund with related parties / connected persons and balances with them are as follows:

	(Unaudited) For the half year ended December 31	
	2020	2019
	----- (Rupees in '000) -----	
15.1 Transactions during the period		
AKD Investment Management Limited - Management Company		
Issue of 21,879 units (2019 : Nil)	1,120	-
Redemption of 21,879 units (2019 : Nil)	1,140	-
Management remuneration	841	1,439
Sindh sales tax on management remuneration	109	186
Allocated expenses	315	342
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	137	221
CDC charges	3	-
Sindh sales tax on trustee remuneration	18	29
Unit holders holding 10% or more of the units in issue		
Dinaz Cassim		
Issue of units Nil (2019 : 5,048,633 units)	-	260,000
Redemption of 681,137 units (2019 : 486,952 units)	35,000	25,000
Durrain Cassim		
Issue of units Nil (2019 : 7,114,614 units)	-	370,000
Redemption of 2,239,202 units (2019 : 390,584 units)	115,000	20,000

(Unaudited)
For the half year ended
December 31
2020 2019
----- (Rupees in '000) -----

Ali Cassim*

Issue of units Nil (2019 : 3,798,555 units)	-	200,000
Redemption of units Nil (2019 : 1,136,278 units)	-	60,000

Bank Alfalah Limited Employees Provident Fund**

Issue of 2,626,792 units (2019 : Nil)	137,041	-
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** Current period connected person, prior figures not shown

* Prior period connected person, current figures not shown

(Un-audited) (Audited)
December 31, June 30,
2020 2020
----- (Rupees in '000) -----

Details of balances with related parties / connected persons as at period / year end

AKD Investment Management Limited - Management Company

Management remuneration payable	127	189
Federal excise duty payable on management remuneration	669	669
Sindh Sales tax payable on management remuneration	16	25
Payable against allocated expenses	49	48

Central Depository Company of Pakistan Limited - Trustee

Trustee remuneration payable	21	30
CDS charges payable	1	1
Sindh Sales Tax payable on trustee remuneration	3	4
Deposit with CDC	100	100

Hasan Ahmed - Director of the Management Company

Units held 139 (June 30, 2020: 139)	7	7
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Receivable / Payable against conversion of units - Funds managed under management company

Payable against conversion of units - AKD Opportunity Fund	1,000	1,039
Payable against conversion of units - Golden Arrow Stock Fund	1,000	-
Receivable against conversion of units - AKD Opportunity Fund	151,812	-
Receivable against conversion of units - Golden Arrow Stock Fund	1,022	-

Unit holders holding 10% or more of the units in issue

Dinaz Cassim

Units held 955,252 (June 30, 2020 : 1,636,389 Units)	49,846	82,774
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Durrain Cassim

Units held 1,594,437 (June 30, 2020 : 3,833,639 Units)	83,199	193,918
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Ali Cassim*

Units held 2,662,277 (June 30, 2020 : 2,662,277) units	138,920	134,666
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Bank Alfalah Limited Employees Provident Fund**

Units held 2,626,792 (June 30, 2020 : Nil Units)	137,069	-
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** Current period connected person, prior figures not shown

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is 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. Consequently, differences can arise between carrying values and the fair

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets (i.e. listed securities) are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices in active markets for identical assets or liabilities
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

		(Unaudited) As at December 31, 2020			
Assets		Level 1	Level 2	Level 3	Total
		————— (Rupees in '000) —————			
At fair value through profit or loss	Note				
Investments					
- Government Securities	6.1	-	290,538	-	290,538
		————— (Audited) —————			
		As at June 30, 2020			
Assets		Level 1	Level 2	Level 3	Total
		————— (Rupees in '000) —————			
At fair value through profit or loss					
Investments					
- Government Securities		-	475,524	-	475,524

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

17. IMPACT OF COVID-19

On March 11, 2020, the World Health Organisation made an assessment that the outbreak of a coronavirus (COVID-19) can be characterised as a pandemic. As a result, businesses have subsequently been affected amongst others with temporary suspension of travel, and closure of recreation and public facilities.

To alleviate the negative impact of the COVID-19 pandemic, the Government, Central Bank including financial institutions affiliated to those banks, and regulators have taken measures and issued directives to support businesses, including extensions of deadlines, facilitating continued business through social-distancing and easing pressure on credit and liquidity in the market.


The Management Company has made an assessment in order to evaluate the impact of COVID-19 pandemic over the financial performance of the Fund as well as the going concern assessment. As a result of such assessment, the management has not identified any material adverse impact on its financial performance due to COVID-19 pandemic situation

18. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 26 FEB 2021 by the Board of Directors of the Management Company

YA

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



Chief Executive Officer



Chief Financial Officer



Director



**AKD Investment
Management Ltd.**

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