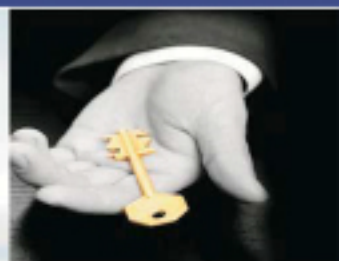


Funds Managed by:
AKD Investment Management Ltd.

Quarterly Report
September 30, 2021
(Un-Audited)



quarterly report

**GOLDEN ARROW
STOCK FUND**

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

CORPORATE
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 Funds 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), Golden Arrow Stock Fund (GASF) and AKD Islamic Stock Fund (AKDISSF) presents its first quarter report along with the Funds' un-audited Financial Statements for the Quarter ended September 30, 2021.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 1QFY22, the return of AKD Opportunity Fund stood at -7.86% compared to the benchmark KSE-100 Index return of -5.19%.

Golden Arrow Stock Fund (GASF)

For the 1QFY22, the return of Golden Arrow Stock Fund stood at -5.04% compared to the benchmark KSE-100 Index return of -5.19%.

AKD Index Tracker Fund (AKDITF)

For the 1QFY22, the return of AKD Index Tracker Fund stood at -4.50% compared to the benchmark KSE-100 Index return of -5.19%.

AKD Cash Fund (AKDCF)

For the 1QFY22, the annualized return of AKD Cash Fund stood at 8.12% compared to the benchmark return of 6.77%.

AKD Aggressive Income Fund (AKDAIF)

For the 1QFY22, the annualized return of AKD Aggressive Income Fund stood at 11.23% compared to the benchmark return of 7.93%.

AKD Islamic Income Fund (AKDISIF)

For the 1QFY22, the annualized return of AKD Islamic Income Fund stood at 8.53% compared to the benchmark return of 3.13%.

AKD Islamic Stock Fund (AKDISSF)

For the 1QFY22, the return of AKD Islamic Stock Fund stood at -7.18% compared to the benchmark KMI-30 Index return of -5.62%.

MACRO PERSPECTIVE

Pakistan's economy continued to witness robust recovery where pace of the economy has exceeded the expectations of the State Bank of Pakistan (SBP). However, rising domestic demand coupled with surging international commodity prices have led to a Current Account Deficit (CAD) of 4.1% of GDP, imported inflation and depreciation of the local currency. The SBP while remaining cognizant of inflationary pressures of the CAD, opted to lean towards a growth accommodating monetary stance; hence, nominally increasing the discount rate by 25bps to 7.25% in its September 2021 monetary policy meeting. Receipts of ~\$2.77bn provided by the IMF under its program to facilitate developing countries during the pandemic helped forex reserves to reach \$25.98bn.

The external account for 1QFY22 reported a CAD of \$3.4bn (4.1% of GDP) as compared to surplus of \$0.87 bn (1.2% of GDP) reported during same period last year (SPLY) owing to an increase in the Balance of Trade, as the imports remained under pressure due to higher commodity prices – crude oil in particular, coupled with the import of vaccines and disbursements against TERF related capital expenditure (SBP disbursement reportedly \$1.63bn during FY22). However, Remittances posted phenomenal growth of 12.49%YoY to \$8.04bn during 1QFY22. The Government's efforts to attract Non-Resident Pakistani money paid off, attracting \$2.41bn through Roshan Digital Accounts (RDA) with more than 245,000 accounts.

According to press reports, the Federal Board of Revenue (FBR) has made net revenue collection of PKR 1,395bn during 1QFY22, up by 38.3%YoY as compared to ~PKR 1,004bn recorded during SPLY. FBR has exceeded its given target of PKR 1,211bn by a margin of PKR 186 billion. In addition, FBR has also witnessed an impressive 45% growth in the filing of tax returns and 64% growth in tax collection as of closing date for filing income tax returns, despite FBR's avoidance this year of extending filing dates as observed in the past.

As per Pakistan Bureau of Statistics (PBS), the average National Consumer Price Index (NCPI) in 1QFY22 was recorded at 8.58%YoY as compared to 8.84%YoY. Core Inflation, calculated by excluding food and energy prices, clocked in at 6.53%YoY and 6.43% YoY for Urban and Rural areas respectively, as compared to 5.47%YoY and 7.73%YoY, SPLY.

The Large Scale Manufacturing (LSM) sector witnessed an increase of 7.26% for July-August FY22 as compared 3.66% reported during same period last year. During the period under review, major contribution towards the growth came from Automobiles, Food, Beverages & Tobacco, Iron & Steel Products, and Pharmaceuticals to name a few. However, overall growth during the period was kept in check by sectors that posted negative growth including Rubber Products and Fertilizers.

EQUITY MARKET REVIEW

During 1QFY22, KSE-100 Index declined by 2,456pts, down by 5.19% to close at 44,899.60pts. The Equity market remained under pressure owing to 1) setbacks on the foreign policy front following US withdrawal from Afghanistan, 2) weakness in macro indicators on the back of the CAD and 3) tightening monetary stance by the Central Bank, were a few key factors that kept investors cautious.

Average daily turnover also decreased by 38.4%QoQ and 18%YoY to 412.3 million shares as compared to 669.42mn shares and 500.23mn shares recorded during 4QFY21 and 1QFY21 respectively. Moreover, investor interest diverted to second and third tier stocks as depicted by a decrease in ratio of KSE-100 volumes over total turnover and value traded. Overwhelming response was witnessed for fresh equity issues where two new companies got listed during 1QFY22 in which a liking towards the technology sector was also affirmed by record participation.

Some of the negative news flows that kept investor sentiments abay included: 1) SBP increased interest rates by 25 bps to 7.25% after 15 months to contain the soaring CAD and higher inflation expectations. 2) US senators move draft bill seeking imposition of sanctions on Pakistan. 3) CAD rose to USD 1.5 billion in August 2021 and Rupee hits all-time low of PKR 172 against the USD. 4) MSCI downgrades Pakistan to a "Frontier" market from Emerging effective December and 5) FATF plenary meeting scheduled in October 2021. On the other hand, some of the positive news reports failed to revive investor interest included: 1) FBR collection up by 45%YoY to PKR 434bn during August 2021 exceeding the target by PKR 85bn 2) IMF 6th review to start in mid of October for release of \$1bn tranche 3) Fitch predicts Pakistan's GDP to grow by 4.2% and 4) The receipt of \$~2.8bn from the IMF took forex reserves with the SBP to ~20 billion

Foreign investors continued to remain net sellers for the eighth consecutive quarters with net outflows of \$83.40mn taking cumulative outflows to \$778.95mn. Individuals, Other Organizations and Banks/DFI were the major net buyers with net buying of \$32.53mn, \$26.85mn and \$21.30mn respectively. Whereas Brokers and Mutual Funds were net sellers with net selling of \$14.95mn and \$7.42mn respectively.

The sectors that dragged the KSE-100 down included Cement, Tobacco, Oil & Gas Exploration, Refinery and Automobile Assembler with decrease in market capitalization by 17.5%, 19.1%, 8.6%, 33.5%, and 13.2% respectively. However, some of the losses were compensated by Technology & Communication, Miscellaneous, Commercial Banks, Modarabas and Real Estate Investment Trust with increase in market capitalization by 13.8%, 43.0%, 2.6%, 74.5% and 6.4% respectively.

In terms of valuation, the KSE-100 Index closed at a forward Price to Earnings multiple of 5.25x, which is a 63.18% discount as compared to MSCI Frontier Markets P/E of 14.27 and offering a healthy dividend yield of 6.91%.

MONEY MARKET REVIEW

During 1QFY22, six (6) MTB auctions were carried out by the SBP, where the government managed to raise PKR 3.50trn cumulatively. Weighted average yield of 3, 6 and 12 months MTB were 7.27%, 7.53%, and 7.65% respectively, up by 0.36%, 0.58%, and 0.60% as compared to 6.91%, 6.95%, and 7.05% same period last year.

SBP also conducted three (3) auctions of Fixed Rate Pakistan Investment Bonds (PIBs) and was successful in raising PKR 409.26bn during 1QFY22. Weighted average yield for 3, 5 and 10 years PIBs increased by 0.97%, 0.83%, and 0.93% to 8.78%, 9.18%, and 9.84% as compared to 7.81%, 8.35%, and 8.91% for same period last year.

The Monetary Policy Committee announced two (2) Monetary Policy Statements during the year where the Committee increased the policy rate by 25 bps to 7.25% in September 2021. The SBP conducted 25 Open Market Operations (OMO) of different maturities and injected average amount of PKR1.19trn at an average cut off yield of 7.13% and mopped-up PKR0.20trn at a cut off yield of 7.22%.

As per the auction target calendar for October – December 2021, the SBP targets to raise PKR5.05trn by issuing MTB against maturing amount of PKR 5.10trn. In addition, SBP targets to raise another PKR 300 bn through 3 – 30 years Fixed Rate PIBs during the period against maturing amount of PKR 55bn.

FUTURE OUTLOOK

Going forward, we remain optimistic about the economic outlook for FY22, where the SBP expects growth in upper end of 4 to 5 percent. Recent depreciation of local currency has helped to contain the external account as CAD for September has decreased by 24%MoM to \$1.11bn as compared to \$1.47bn. Reportedly, CAD is expected to go up to \$14bn (~4% of GDP). SBP's stance to raise interest rates in monetary policy of September will help contain inflationary pressures. As per the staff level agreement, reportedly Pakistan has agreed to further increase interest rates by 100 bps to 8.25%. The Real Effective Exchange Rate (REER) of 95.86 by end of September 2021 implies a very low likelihood of further Rupee depreciation.

We believe the reclassification of Pakistan to MSCI Frontier market will reduce foreign selling which has been recorded since FY16 as the local bourse would have a more significant weight of a much smaller fund allocated to frontier markets, unlike the case in the emerging markets.

On the Fixed Income front, expected increase in interest rates as agreed with International Monetary Fund in staff level agreement, will bode well for yields of fixed income instruments.

We expect the stock market to remain positive due to expansionary fiscal policy by the Government where the country has posted a provisional GDP growth of ~4.40% in FY21. We reiterate our positive market outlook for FY22 based on (i) expected growth in GDP owing to robust corporate earnings and agriculture growth (ii) compelling Price to Earnings multiple of 5.25x, (iii) Healthy dividend yield of 6.91% (iv) negative real interest rates, (v) reduction in capital gains tax rate from 15.00% to 12.50% for capital market transactions.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Abdul Karim Memon
Chairman

Karachi: October 29, 2021

GOLDEN ARROW STOCK 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 Shakra-e-Faisal, Karachi.

BANKERS

Habib Metropolitan Bank Limited

AUDITORS

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

LEGAL ADVISER

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

REGISTRAR

216 - 217, Continental Trade Centre,
Block-8, Clifton Karachi-74000
JWAFFS Registrar Services (Pvt) Limited
407-408, Al-Ameera Centre,
Sharah-e-Iraq, Saddar, Karachi.
Tel: 021-35662023-24

DISTRIBUTOR

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

RATING - GASF

BY PACRA
Performance Ranking

Long Term / Short Term :MFR-5 Star

FUND MANAGER'S REPORT

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

Open - end Equity Scheme

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

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

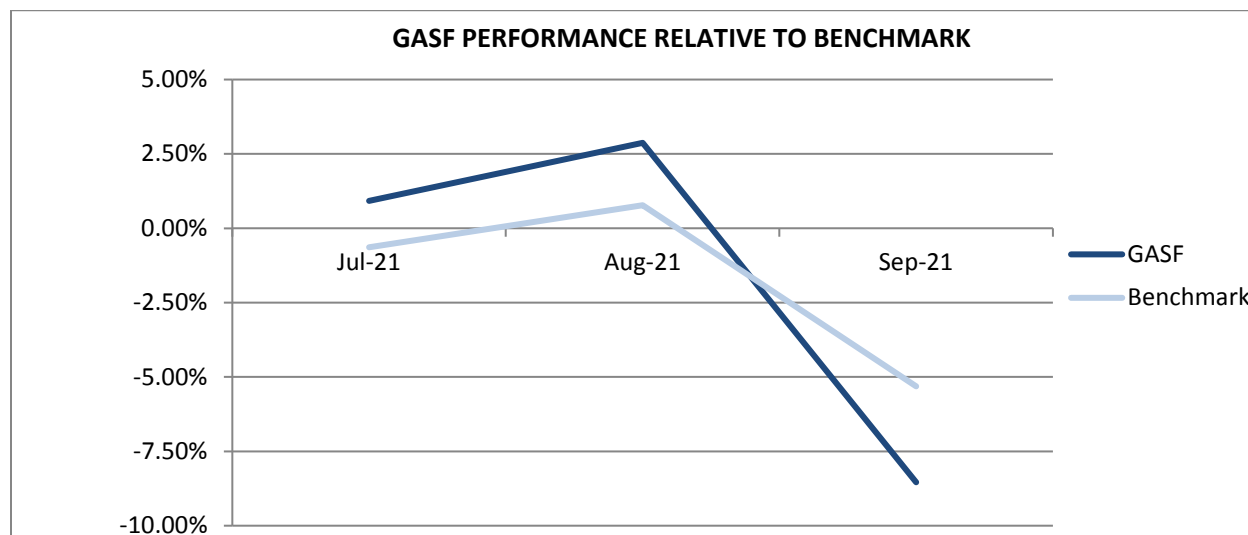
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY22, the return of Golden Arrow Stock Fund stood at -5.04% compared to the benchmark KSE-100 Index return of -5.19%.

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

KSE – 100 Index

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



Monthly return	Jul-21	Aug-21	Sep-21
GASF	0.93%	2.87%	-8.54%
Benchmark	-0.64%	0.77%	-5.31%

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

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

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

Asset Allocation (% of Total Assets)	30-Sep-21	30-Jun-21
Equities	95.10%	95.85%
Cash	4.04%	3.93%
Other Assets including Receivables	0.86%	0.22%

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

1QFY22 Return	-5.04%
Benchmark Return	-5.19%

ix) **Non-Compliant Investment**

Name of Non Compliant Investment	Type of Investment	Value of Investment before Provision	Provision held if any	Value of Investment after Provision	Percentage of Net Assets	Percentage of Gross Assets
-----Rupees in ‘000-----						
TRG Pakistan Limited	Equity	226,050	Nil	226,050	10.43%	9.92%

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

Net Asset Value			NAV Per Unit	
30-Sep-21	30-Jun-21	Change in Net Assets	30-Sep-21	30-Jun-21
(Rupees in ‘000)			Rs.	Rs.
2,166,537	2,227,604	-2.74%	15.7882	16.6266

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

MACRO PERSPECTIVE

Pakistan’s economy continued to witness robust recovery where pace of the economy has exceeded the expectations of the State Bank of Pakistan (SBP). However, rising domestic demand coupled with surging international commodity prices have led to a Current Account Deficit (CAD) of 4.1% of GDP, imported inflation and depreciation of the local currency. The SBP while remaining cognizant of inflationary pressures of the CAD, opted to lean towards a growth accommodating monetary stance; hence,

nominally increasing the discount rate by 25bps to 7.25% in its September 2021 monetary policy meeting. Receipts of ~\$2.77bn provided by the IMF under its program to facilitate developing countries during the pandemic helped forex reserves to reach \$25.98bn.

The external account for 1QFY22 reported a CAD of \$3.4bn (4.1% of GDP) as compared to surplus of \$0.87 bn (1.2% of GDP) reported during same period last year (SPLY) owing to an increase in the Balance of Trade, as the imports remained under pressure due to higher commodity prices – crude oil in particular, coupled with the import of vaccines and disbursements against TERF related capital expenditure (SBP disbursement reportedly \$1.63bn during FY22). However, Remittances posted phenomenal growth of 12.49%YoY to \$8.04bn during 1QFY22. The Government's efforts to attract Non-Resident Pakistani money paid off, attracting \$2.41bn through Roshan Digital Accounts (RDA) with more than 245,000 accounts.

According to press reports, the Federal Board of Revenue (FBR) has made net revenue collection of PKR 1,395bn during 1QFY22, up by 38.3%YoY as compared to ~PKR 1,004bn recorded during SPLY. FBR has exceeded its given target of PKR 1,211bn by a margin of PKR 186 billion. In addition, FBR has also witnessed an impressive 45% growth in the filing of tax returns and 64% growth in tax collection as of closing date for filling income tax returns, despite FBR's avoidance this year of extending filing dates as observed in the past.

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In terms of valuation, the KSE-100 Index closed at a forward Price to Earnings multiple of 5.25x, which is a 63.18% discount as compared to MSCI Frontier Markets P/E of 14.27 and offering a healthy dividend yield of 6.91%.

FUTURE OUTLOOK

Going forward, we remain optimistic about the economic outlook for FY22, where the SBP expects growth in upper end of 4 to 5 percent. Recent depreciation of local currency has helped to contain the external account as CAD for September has decreased by 24%MoM to \$1.11bn as compared to \$1.47bn. Reportedly, CAD is expected to go up to \$14bn (~4% of GDP). SBP’s stance to raise interest rates in monetary policy of September will help contain inflationary pressures. As per the staff level agreement, reportedly Pakistan has agreed to further increase interest rates by 100 bps to 8.25%. The Real Effective Exchange Rate (REER) of 95.86 by end of September 2021 implies a very low likelihood of further Rupee depreciation.

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On the Fixed Income front, expected increase in interest rates as agreed with International Monetary Fund in staff level agreement, will bode well for yields of fixed income instruments.

We expect the stock market to remain positive due to expansionary fiscal policy by the Government where the country has posted a provisional GDP growth of ~4.40% in FY21. We reiterate our positive market outlook for FY22 based on (i) expected growth in GDP owing to robust corporate earnings and agriculture growth (ii) compelling Price to Earnings multiple of 5.25x, (iii) Healthy dividend yield of 6.91% (iv) negative real interest rates, (v) reduction in capital gains tax rate from 15.00% to 12.50% for capital market transactions.

xii) Description and explanation of any significant changes in the state of the affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements:

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

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

There was no unit splits during the period.

xiv) Break down of unit holding size:

Range (Units)	No. of Investors
0.1 - 9,999	1912
10,000 - 49,999	1321
50,000 - 99,999	486
100,000 - 499,999	776
500,000 and above	419
Total	4914

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

Investments are subject to credit and market risk.

xvi) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker (s) or dealers by virtue of transaction conducted by the Collective Investment Scheme:

No soft commission has been received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT September 30, 2021

		(Unaudited) September 30, 2021	(Audited) June 30, 2021
	Note	Rupees in '000'	Rupees in '000'
ASSETS			
Bank balances	5	92,107	93,474
Investments	6	2,166,781	2,278,322
Dividend Receivable and Profit receivable on bank deposits		13,539	1,817
Income tax refundable		691	569
Deposits, prepayments and other receivables	7	5,378	2,700
Total Assets		2,278,496	2,376,882
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	8	22,678	23,013
Payable to Central Depository Company of Pakistan Limited - Trustee	9	307	302
Payable to Securities and Exchange Commission of Pakistan	10	121	307
Accrued and other liabilities	11	26,163	53,362
Unclaimed dividend	12	50,250	50,250
Payable against purchase of securities		12,440	22,044
Total Liabilities		111,959	149,278
NET ASSETS		2,166,537	2,227,604
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,166,537	2,227,604
CONTINGENCIES AND COMMITMENTS			
	13		
		Number of units	Number of units
NUMBER OF UNITS IN ISSUE		137,224,873	133,978,465
			Rupees
NET ASSETS VALUE PER UNIT		15.7882	16.6266

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

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Director


Chief Financial Officer

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020
Note	(Rupees in '000)	(Rupees in '000)
INCOME		
Capital gain on sale of investments - net	16,233	90,618
Dividend income	16,234	372
Net unrealised appreciation / diminution on re-measurement of investments 'at fair value through profit or loss'	6.2 (177,371)	309,780
Profit on bank deposits	1,221	840
Reversal of Provision for Sindh Workers Welfare Fund	49,889	
Total Gain / (loss)	(93,794)	401,610
EXPENSES		
Remuneration of AKD Investment Management Limited - Management Company	12,108	6,283
Sales tax on the remuneration of Management Company	1,574	817
Remuneration of Central Depository Company of Pakistan Limited - Trustee	858	566
Sales tax on the remuneration of Trustee	112	74
Annual fee to Securities and Exchange Commission of Pakistan	121	63
Expenses allocated by Management Company	2,724	1,100
Auditors' remuneration	113	104
Fees and subscription	166	143
Bank charges	10	6
CDC charges	54	17
Securities transaction cost	1,878	940
Legal and professional charges	279	108
Printing and postage	38	38
Provision for Sindh Workers Welfare Fund	-	7,827
Total expenses	20,035	18,086
Net gain / (loss) for the period before taxation	(113,829)	383,524
Taxation	14 -	-
Net gain / (loss) for the period after taxation	(113,829)	383,524
Allocation of net income for the period		
Net income for the period after taxation	-	383,524
Income already paid on units redeemed	-	(37,118)
	-	346,406
Accounting income available for distribution:		
Relating to capital gain	-	346,406
Excluding capital gains	-	-
	-	346,406

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

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Director


Chief Financial Officer

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (Rupees in '000)	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020 (Rupees in '000)
Net gain / (loss) for the period after taxation	(113,829)	383,524
Other comprehensive income for the period	-	-
Total comprehensive income for the period	(113,829)	383,524

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

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Director


Chief Financial Officer

**GOLDEN ARROW STOCK FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021**

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020
Note	(Rupees in '000)	(Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net gain / (loss) before taxation	(113,829)	383,524
Adjustments for non cash and other items:		
Capital gain on sale of investments - net	(16,233)	(90,618)
Net unrealised (appreciation) / diminution on re-measurement of investment at 'fair value through profit or loss'	177,371	(309,780)
Provision against Sindh Workers' Welfare Fund	-	7,827
	<u>47,309</u>	<u>(9,047)</u>
Decrease / (Increase) in assets		
Investments	(49,597)	78,899
Dividend Receivable and Profit receivable on bank deposits	(11,722)	(207)
Deposits, prepayments and other receivables	(2,678)	(221)
Receivable against sale of securities	-	2,780
	<u>(64,119)</u>	<u>81,251</u>
Increase / (decrease) in liabilities		
Payable to AKD Investment Management Limited - Management Company	(335)	1,804
Payable to Central Depository Company of Pakistan Limited - Trustee	5	37
Payable to Securities and Exchange Commission of Pakistan	(186)	(148)
Accrued and other liabilities	(27,199)	5,026
Payable against purchase of securities	(9,604)	(2,800)
	<u>(37,319)</u>	<u>3,919</u>
Net cash generated from / (used in) operating activities	<u>(54,129)</u>	<u>76,123</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issue of units	539,289	72,432
Payment against redemption of units	(486,527)	(146,289)
Net cash generated from / (used in) financing activities	<u>52,762</u>	<u>(73,857)</u>
Net increase in cash and cash equivalents	<u>(1,367)</u>	<u>2,266</u>
Cash and cash equivalents at the beginning of the period	<u>93,474</u>	<u>55,008</u>
Cash and cash equivalents at the end of the period	<u>5</u> <u>92,107</u>	<u>57,274</u>

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


Chief Executive Officer

For AKD Investment Management Limited
(Management Company)


Director


Chief Financial Officer

GOLDEN ARROW STOCK FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021			FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020		
	Capital value	Accumulated gain (loss)	Total	Capital value	Accumulated gain (loss)	Total
	(Rupees in '000)					
Net assets at beginning of the period	1,362,111	865,493	2,227,604	1,021,916	(32,530)	989,386
Issue of 31,892,904 units (2020: 6,976,235)						
- Capital value (at conversion rate as per scheme of arrangement)	530,271	-	530,271	54,251	-	54,251
- Element of loss	9,018	-	9,018	18,181	-	18,181
Total proceeds on issuance of units	539,289	-	539,289	72,432	-	72,432
Redemption of 28,646,496 units (2020: 13,734,739)						
- Capital value (at conversion rate as per scheme of arrangement)	476,294	-	476,294	106,810	-	106,810
- Element of income	10,233	-	10,233	2,361	37,118	39,479
Total payments on redemption of units	486,527	-	486,527	109,171	37,118	146,289
Total comprehensive income / (loss) for the period	-	(113,829)	(113,829)	-	383,524	383,524
Net assets at end of the period	1,414,873	751,664	2,166,537	985,177	313,876	1,299,053
Accumulated Income brought forward						
- Realised		168,841			1,067	
- Unrealised		696,652			(33,597)	
		865,493			(32,530)	
Accounting income available for distribution						
- Relating to capital gains		-			346,406	
- Excluding capital gains		-			-	
		-			346,406	
Net Loss for the period		(113,829)			-	
Distribution for the period		-			-	
Accumulated gain carried forward		751,664			313,876	
Accumulated Income carried forward						
- Realised income		929,035			4,096	
- Unrealised gain / (loss)		(177,371)			309,780	
		751,664			313,876	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period	16.6266			7.7766		
Net assets value per unit at end of the period	15.7882			10.7835		

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

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Director


Chief Financial Officer

**GOLDEN ARROW STOCK FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is situated at 216-217, Continental Trade Centre, Block-8, Clifton, Karachi, in the province of Sindh.

The Fund is an open-ended mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited as on March 17, 2020.

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

The Pakistan Credit Rating Agency Limited (PACRA) has assigned Asset Manager Rating of 'AM3++' to the Management Company dated February 8, 2021. PACRA has also assigned performance ranking of 5-Star (Long Term / Short Term) to the Fund on August 6, 2021.

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

2. BASIS OF PRESENTATION

2.1 Statement of compliance

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

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

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

- 2.2** This condensed interim financial information does not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2021.
- 2.3** This condensed interim financial information is being submitted to the unitholders as required under Regulation 38 (g) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited.

3 **SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES**

The accounting policies and methods of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparing the financial statements as at and for the period ended 30 June 2021.

In preparing this condensed interim financial information, Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by Management in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the period ended 30 June 2021.

4 **FINANCIAL RISK MANAGEMENT**

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the period ended 30 June 2021.

		September 30, 2021	June 30, 2021
	Note	(Rupees in '000)	(Rupees in '000)
5. BANK BALANCES			
Saving account	5.1	<u>92,107</u>	<u>93,474</u>
5.1	Mark-up rates on these accounts 5.50% per annum as on September 30, 2021 (June 30, 2021: 5.5%).		
6. INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	6.1	<u>2,166,781</u>	<u>2,278,322</u>

6.1 Listed equity securities - at fair value through profit or loss

Name of the Investee Company	Face value per share (Rupees)	Number of shares					Balance as at September 30, 2021			Percentage in relation to		
		Opening July 01, 2021	Purchased during the period	Right / Bonus Shares	Sold / disposed	As at Sep. 30, 2021	Carrying cost	Market value	Unrealised appreciation/ (diminution)	Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
Rupees in '000												
Automobile Parts & Accessories												
Thal Limited	5	73,400	-	-	-	73,400	31,032	28,505	(2,527)	1.32	1.32	0.09
Cable and Electrical Goods												
Pakistan Cables Limited	10	25	-	-	-	25	4	4	-	0.00	0.00	0.00
Cement												
Javedan Corporation Limited	10	4,114,332	-	-	4,114,332	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	10	-	171,755	-	-	171,755	5,713	6,046	333	0.28	0.28	0.02
Power Cement Limited	10	-	2,041,500	-	-	2,041,500	19,079	14,331	(4,748)	0.66	0.66	0.19
Thatta Cement Company Limited	10	-	960,500	-	-	960,500	-	-	-	-	-	-
							24,792	20,377	(4,415)			
Chemicals												
Buxly Paints Limited	10	36,500	-	-	-	36,500	-	-	-	-	-	-
Dynea Pakistan Limited	5	250,000	-	-	-	47,600	44,730	45,999	1,269	2.12	2.12	1.07
Ghani Global Holding Limited	10	240	-	-	-	240	12	9	(3)	0.00	0.00	0.00
Lotte Chemical Pakistan Limited	10	1,273,000	1,200,000	-	-	2,473,000	38,459	34,597	(3,862)	1.60	1.60	0.16
Nimir Industrial Chemicals Limited	10	650,000	-	-	-	639,200	87,366	83,096	(4,270)	3.83	3.84	0.56
							170,567	163,701	(6,866)			
Commercial Banks												
Bank Alfalah Limited	10	-	500,000	-	-	250,000	7,875	8,088	213	0.37	0.37	0.01
Habib Bank Limited	10	400,000	150,000	-	-	457,461	56,355	50,023	(6,332)	2.31	2.31	0.03
National Bank of Pakistan	10	200,000	-	-	-	200,000	7,314	6,688	(626)	0.31	0.31	0.01
The Bank of Punjab	10	250,000	-	-	-	250,000	2,100	2,040	(60)	0.09	0.09	0.01
United Bank Limited	10	500,000	-	-	-	400,000	48,880	47,424	(1,456)	2.19	2.19	0.03
							122,524	114,263	(8,261)			
Engineering												
Arnelli Steels Limited	10	1,000,000	-	-	-	1,000,000	43,440	39,150	(4,290)	1.81	1.81	0.34
Dost Steels Limited	10	133,000	-	-	-	133,000	662	519	(143)	0.02	0.02	0.04
Huffaz Seamless Pipe Industries Limited	10	341,745	-	-	-	341,745	5,212	7,693	2,481	0.36	0.36	0.62
International Industries Limited	10	351,000	-	-	-	250,000	52,755	41,693	(11,062)	1.92	1.92	0.19
International Steels Limited	10	160,914	138,504	-	-	100,000	9,260	7,621	(1,639)	0.35	0.35	0.02
							111,329	96,676	(14,653)			
Fertilizer												
Engro Corporation Limited	10	68,993	-	-	-	68,993	-	-	-	-	-	-
Food & Personal Care Products												
Al Shaheer Corporation Limited	10	3,859,000	-	-	-	3,859,000	76,910	54,798	(22,112)	2.53	2.53	1.29
Quice Food Industries Limited	10	47,500	-	-	-	47,500	289	222	(67)	0.01	0.01	0.05
							77,199	55,020	(22,179)			

Name of the Investee Company	Face value per share (Rupees)	Number of shares						Balance as at September 30, 2021				Percentage in relation to						
		Opening July 01, 2021	Purchased during the period	Right / Bonus Shares	Sold / disposed	As at Sep. 30, 2021	Carrying cost	Market value	Unrealised appreciation/ (diminution)	Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company						
Rupees in '000													%					
Glass & Ceramics																		
Baluchistan Glass Limited	10	260,000	5,000	-	-	265,000	388	-	-	13	12	(1)	0.00	0.00	0.00	0.00		
Shabbir Tiles and Ceramics Limited	5	388	-	-	-	-	-	-	-	13	12	(1)	0.00	0.00	0.00	0.00		
Insurance																		
Century Insurance Company Limited	10	423,559	-	-	-	423,559	8,048	7,666	(382)	8,048	7,666	(382)	0.35	0.35	0.35	0.84		
EFU General Insurance Limited	10	75,000	-	-	-	75,000	8,699	8,164	(535)	8,699	8,164	(535)	0.38	0.38	0.38	0.04		
Habib Insurance Company Limited	5	300,183	-	-	-	300,183	2,431	2,116	(315)	2,431	2,116	(315)	0.10	0.10	0.10	0.24		
TPL Insurance Limited	10	373,290	-	-	-	373,290	14,611	14,905	294	14,611	14,905	294	0.69	0.69	0.69	0.32		
							33,789	32,851	(938)									
Investment Banks / Inv. Cos. / Securities Cos.																		
Dawood Lawrencepur Limited	10	50,000	-	-	-	50,000	9,660	9,853	193	9,660	9,853	193	0.45	0.45	0.45	0.08		
Imperial Limited	10	553,000	662,000	-	-	841,000	22,776	20,277	(2,499)	22,776	20,277	(2,499)	0.94	0.94	0.94	0.85		
Jahangir Siddiqui and Company Limited	10	3,474,500	-	-	-	3,474,500	78,385	63,688	(14,697)	78,385	63,688	(14,697)	2.94	2.94	2.94	0.38		
Jahangir Siddiqui & Co. Ltd. Preference Sh.	10	694,900	-	-	-	694,900	6,949	6,247	(702)	6,949	6,247	(702)	0.29	0.29	0.29	0.38		
JS Investments Limited	10	433,500	-	-	-	433,500	8,111	7,474	(637)	8,111	7,474	(637)	0.34	0.34	0.34	0.70		
Pakistan Stock Exchange Limited	10	8,672,198	141,500	-	-	8,813,698	196,318	160,938	(35,380)	196,318	160,938	(35,380)	7.43	7.43	7.43	1.10		
							322,199	268,477	(53,722)									
Miscellaneous																		
MACPAC Films Limited	10	900,671	100,000	-	-	1,000,671	22,942	20,304	(2,638)	22,942	20,304	(2,638)	0.94	0.94	0.94	1.69		
Pakistan Services Limited	10	13,400	-	-	-	13,400	12,060	19,698	7,638	12,060	19,698	7,638	0.91	0.91	0.91	0.04		
							35,002	40,002	5,000									
Oil & Gas Exploration Companies																		
Oil & Gas Development Company Limited	10	115,000	100,000	-	-	215,000	20,428	18,017	(2,411)	20,428	18,017	(2,411)	0.83	0.83	0.83	0.00		
Oil & Gas Marketing Companies																		
Pakistan State Oil Company Limited	10	-	121,961	-	-	121,961	27,742	24,513	(3,229)	27,742	24,513	(3,229)	1.13	1.13	1.13	0.03		
Paper and Board																		
Merit Packaging Limited	10	642,000	-	-	-	642,000	11,338	9,296	(2,042)	11,338	9,296	(2,042)	0.43	0.43	0.43	0.80		
Pakistan Paper Products Limited	10	238,666	-	-	-	238,666	21,408	19,189	(2,219)	21,408	19,189	(2,219)	0.89	0.89	0.89	2.98		
							32,746	28,485	(4,261)									
Pharmaceuticals																		
Abbott Laboratories (Pakistan) Limited	10	-	28,000	-	-	28,000	21,850	21,640	(210)	21,850	21,640	(210)	1.00	1.00	1.00	0.03		
Power Generation & Distribution																		
Engro Powergen Qadirpur Limited	10	85,500	-	-	-	85,500	1,830	1,473	(357)	1,830	1,473	(357)	0.07	0.07	0.07	0.03		
The Hub Power Company Limited	10	1,895,000	198,557	-	-	2,093,557	166,859	153,939	(12,920)	166,859	153,939	(12,920)	7.10	7.10	7.10	0.16		
K-Electric Limited	3.5	11,560,000	-	-	-	11,560,000	48,321	46,240	(2,081)	48,321	46,240	(2,081)	2.13	2.13	2.13	0.04		
Lallpur Power Limited	10	6,145,500	-	-	-	6,145,500	109,759	96,423	(13,336)	109,759	96,423	(13,336)	4.45	4.45	4.45	1.62		
Nishat Chunitan Power Limited	10	100,000	-	-	-	100,000	1,502	1,246	(256)	1,502	1,246	(256)	0.06	0.06	0.06	0.03		
Nishat Power Limited	10	1,633,000	-	-	-	1,633,000	32,088	32,529	441	32,088	32,529	441	1.50	1.50	1.50	0.46		
Silera Energy Limited	10	263,151	-	-	-	263,151	3,981	4,063	82	3,981	4,063	82	0.19	0.19	0.19	1.38		

Name of the Investee Company	Face value per share (Rupees)	Number of shares					Balance as at September 30, 2021			Percentage in relation to		
		Opening July 01, 2021	Purchased during the period	Right / Bonus Shares	Sold / disposed	As at Sep. 30, 2021	Carrying cost	Market value	Unrealised appreciation/ (diminution)	Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
Rupees in '000												
Refinery												
Byco Petroleum Pakistan Limited	10	1,250,000	21,700,000	-	2,275,000	20,675,000	199,972	169,122	(30,850)	7.81	7.81	0.39
Pakistan Refinery Limited	10	300,000	100,000	-	50,000	350,000	8,437	5,873	(2,564)	0.27	0.27	0.06
							208,409	174,995	(33,414)			
Sugar and Allied Industries												
Shantaj Sugar Mills Limited	10	24,537	-	-	-	24,537	1,350	1,178	(172)	0.05	0.05	0.20
The Premier Sugar Mills	10	-	2,800	-	-	2,800	1,092	1,092	-	0.05	0.05	0.07
							2,442	2,270	(172)			
Synthetics & Rayon												
Pakistan Synthetics Limited	10	1,747,500	-	-	5,000	1,742,500	66,128	87,125	20,997	4.02	4.02	2.07
Rupali Polyester Limited	10	12,701	-	-	-	12,701	432	480	48	0.02	0.02	0.04
							66,560	87,605	21,045			
Technology & Communication												
Hum Network Limited	1	2,993,000	1,000,000	-	-	3,993,000	29,803	23,878	(5,925)	1.10	1.10	0.42
Pakistan Telecommunication Company Lim	10	200,000	-	-	-	200,000	2,368	1,872	(496)	0.09	0.09	0.01
TRG Pakistan Limited (note 6.1.1 & 6.1.2)	10	1,368,217	95,000	-	65,000	1,398,217	232,749	226,050	(6,699)	10.43	10.43	0.26
							264,920	251,800	(13,120)			
Textile Composite												
AN Textile Mills Limited	10	6,500	-	-	-	6,500	81	83	2	0.00	0.00	0.07
Fazal Cloth Mills Limited	10	12,406	-	-	-	12,406	3,647	3,379	(268)	0.16	0.16	0.04
Gul Ahmed Textile Mills Limited	10	662,000	-	-	362,000	300,000	15,219	16,443	1,224	0.76	0.76	0.07
Kohinoor Mills Limited	10	80,500	-	-	-	80,500	2,415	2,335	(80)	0.11	0.11	0.16
Nishat (Chunian) Limited	10	512,500	-	-	-	512,500	25,774	25,379	(395)	1.17	1.17	0.21
Nishat Mills Limited	10	171,000	-	-	15,000	156,000	14,555	14,174	(381)	0.65	0.65	0.04
Sapphire Fibres Limited	10	49	-	-	-	49	39	39	-	0.00	0.00	0.00
							61,730	61,832	102			
Textile Spinning												
Crescent Fibres Limited	10	42,000	-	-	-	42,000	2,604	2,062	(542)	0.10	0.10	0.34
Din Textile Mills Limited	10	113,064	-	-	-	113,064	10,176	13,917	3,741	0.64	0.64	0.22
Ellicot Spinning Mills Limited	10	883,554	-	-	7,600	875,954	107,751	141,445	33,694	6.53	6.53	8.00
Island Textile Mills Limited (Note 6.1.3)	10	40,600	-	-	40,600	-	-	-	-	-	-	-
Premium Textile Mills Limited	10	23,400	-	-	-	23,400	8,892	9,360	468	0.43	0.43	0.38
Saif Textile Mills Limited	10	217,000	-	-	-	217,000	4,958	4,503	(455)	0.21	0.21	0.82
Salafi Textile Mills Limited (Note 6.1.3)	10	29,743	-	-	29,743	-	-	-	-	-	-	-
Tata Textile Mills Limited (Note 6.1.3)	10	35,305	1,380,783	-	-	1,416,088	111,631	86,989	(24,642)	4.01	4.02	8.17
							246,012	258,276	12,264			
Textile Weaving												
Prosperity Weaving Mills Limited	10	84,591	-	-	-	84,591	4,949	4,120	(829)	0.19	0.19	0.46
Transport												
Pakistan International Bulk Terminal Limited	10	1,831,500	-	-	-	1,831,500	20,842	16,319	(4,523)	0.75	0.75	0.10

Name of the Investee Company	Face value per share (Rupees)	Number of shares					Balance as at September 30, 2021			Percentage in relation to		
		Opening July 01, 2021	Purchased during the period	Right / Bonus Shares	Sold / disposed	As at Sep. 30, 2021	Carrying cost	Market value	Unrealised appreciation/ (diminution)	Market value as percentage of total investments	Market value as percentage of net assets	Paid up value of shares as a percentage of total paid up capital of the investee company
----- Rupees in '000 ----- % -----												
Vanaspati & Allied Industries												
Punjab Oil Mills Limited	10	225,000	-	-	-	225,000	56,255	41,694	(14,561)	1.92	1.92	4.17
S.S. Oil Mills Limited	10	180,100	-	-	54,800	125,300	16,477	19,414	2,937	0.90	0.90	2.21
							72,732	61,108	(11,624)			
							2,344,152	2,166,781	(177,371)			
							1,581,670	2,278,322	696,652			
Total listed equity securities as at September 30, 2021												
Total listed equity securities as at June 30, 2021												

6.1.1 The exposure limit of investment in a single as a percentage of net assets exceeded by 0.43% against prescribed limit of 10% of total net assets as required under NBFC regulation 2008.

6.1.2 This includes 1,300,000 shares pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin.

6.1.3 Tata Textile Mills Limited has announced merger with Safi Textile Mills Limited and Island Textile Mills Limited on March 19, 2021. The Honorable High Court of Sindh has passed ammendment to the order JCM No.13 of 2020 dated March 17, 2021 that effective date of Merger is July 01, 2021

		September 30,	June 30,
	Note	2021 (Rupees in '000)	2021 (Rupees in '000)
6.2 Net unrealised appreciation on re-measurement of investments at fair value through profit or loss'			
Market value of investments	6.1	2,166,781	2,278,322
Carrying amount of investments	6.1	<u>(2,344,152)</u>	<u>(1,581,670)</u>
		<u>(177,371)</u>	<u>696,652</u>

6.3 Preference shares of Security Leasing Corporation Limited

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

7. DEPOSITS AND PREPAYMENTS AND OTHER RECEIVABLES

Security deposits with

- National Clearing Company of Pakistan Limited		2,500	2,500
- Central Depository Company of Pakistan Limited		200	200
Prepaid PSX Annual Listing fee		21	-
Receivable against conversion of units		<u>2,657</u>	<u>-</u>
		<u>5,378</u>	<u>2,700</u>

8. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management fee	8.1	3,773	3,666
Sindh Sales tax on management fee	8.2	490	477
Expenses allocated by the Management Company	8.3	849	642
Federal Excise Duty on management fee	8.4	16,592	16,592
Others		<u>974</u>	<u>1,636</u>
		<u>22,678</u>	<u>23,013</u>

8.1 The Management Company has charged its remuneration at the rate 2% (June 30, 2021: 2%) per annum of the average net assets of the Fund. The remuneration is payable to Management Company monthly in arrears.

8.2 Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) on gross value of management fee under the provisions of Sindh Sales Tax on Services Act, 2011.

8.3 The Management Company has charged expenses at the rate of 0.45% per annum (September 2021: 0.35%) of the average annual net assets of the Fund being lower than actual expenses chargeable to Fund, from July 01, 2021 to September 30, 2021.

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

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

On 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 16.592 million until the matter is resolved. Had the provision not been retained, the net asset value per unit of the Fund as at September 30, 2021 would have been higher by Re. 0.1209 per unit (June 30, 2021: Re. 0.1238 per unit).

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

		September 30, 2021 (Rupees in '000)	June 30, 2021 (Rupees in '000)
9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	9.1	272	267
Sindh sales tax on trustee fee	9.2	35	35
		<u>307</u>	<u>302</u>

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

The tariff structure applicable to the fund is as follows:

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

9.2 Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) on gross value of trustee fee under the provisions of Sindh Sales Tax on Services Act, 2011.

	Note		
10. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable to SECP	10.1	<u>121</u>	<u>307</u>

10.1 As per S.R.O. 685(i) / 2019 dated June 28, 2019, all categories of Collective Investment Schemes are required to pay annual fee at an amount equal to 0.02 percent (June 30, 2021: 0.02%) per annum of the average annual net assets of the scheme. The fee is payable annually in arrears.

	Note		
11. ACCRUED AND OTHER LIABILITIES			
Brokerage payable		151	1,258
Auditors' remuneration		448	368
Accrued expenses		613	552
Provision for Sindh Workers' Welfare Fund	11.1	-	49,889
Withholding tax payable		941	1,000
Payable against conversion cost	11.2	250	250
Payable against conversion of units		17,228	-
Payable against Redemption of units		6,487	-
Others		45	45
		<u>26,163</u>	<u>53,362</u>

During the year Sindh Revenue Board (SRB) through its letter dated August 12, 2021 to Mutual Funds Association of Pakistan (MUFAP) has clarified that Asset Management Company's (AMCs) are covered under the term "financial institutions" as per the SWWF Act, 2014 and are therefore, subject to SWWF charge whereas the Mutual Funds managed by those AMCs do not qualify as "Financial Institutions" as per SWWF Act, 2014 and are therefore, not liable to pay SWWF contributions. The development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with the SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

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

12. UNCLAIMED DIVIDEND

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

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2021 and June 30, 2021.

14. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders in cash. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Management Company has intends to distribute cash dividend of at least 90% of the aforementioned accounting income to the unit holders. Accordingly, no provision for taxation has been recognised in these financial statements.

15. EXPENSE RATIO

The total expense ratio of the Fund for the period ended September 30, 2021 is 0.83% (Sep. 30, 2020: 1.45%) which includes 0.08% (Sep. 30, 2020: 0.71%) representing Government levies and SECP fee. This ratio is within limit of 4.5% at daily average net assets of Fund, prescribed under NBFC Regulations of collective investment scheme categorised as a "Equity Scheme".

16. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

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

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

	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021	FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021
16.1 Transactions during the period	(Rupees in '000)	(Rupees in '000)
AKD Investment Management Limited - Management Company		
Redemption of Nil Units (2020 : 660,273 units)	-	6,120
Management remuneration	12,108	6,283
Sindh sales tax on management remuneration	1,574	817
Allocated expenses	2,724	1,100
Sales load	825	173
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	858	566
Sindh sales tax on trustee remuneration & CDS Charges	118	76
CDS charges	48	15
AKD Securities Limited		
Brokerage / Commission	903	136
Shares Sold by Golden Arrow Stock Fund to AKD Securities Limited	168,688	13,800
Ellicot Spinning Mills Limited - Common Directorship		
Sale of shares -- 7,600 Qty	1,197	-
AKD Opportunity Fund-- Common Management Company		
Shares purchased by Golden Arrow Stock Fund from AKD Opportunity Fund	13,404	-
AKD Islamic Stock Fund-- Common Management Company		
Shares purchased by Golden Arrow Stock Fund from AKD Islamic Stock Fund	28,231	-
Key Management Personnel		
Muhammad Yaqoob (with Spouse & minor children)- Chief Operating Officer and Company Secretary		
Issue of Nil units (2020 : 95,377 Units)	-	900
Toqir Hussain- Head of Information Technology		
Issue of Nil Units. (2020: 893 Units)	-	10
Carrow Michael- Head of HR and Administration		
Issue of 889 Units. (2020: Nil Units)	15	-

	(Unaudited) September 30, 2021 (Rupees in '000)	(Audited) June 30, 2021 (Rupees in '000)
16.2 Balances outstanding at the period / year end		
AKD Investment Management Limited - Management Company		
Management remuneration payable	3,773	3,666
Federal excise duty payable on management remuneration	16,592	16,592
Sindh Sales tax payable on management remuneration	490	477
Payable against allocated expenses	849	642
Sales load payable	353	1,015
Others	621	621
Units held 19,576,917 (June 30, 2021: 19,576,917)	309,084	325,498
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	272	267
Security Deposit	200	200
Sindh Sales Tax payable on trustee remuneration	35	35
CDS charges payable	8	20
Receivable / Payable against conversion of units - AKD Funds		
Receivable against conversion of units - AKD Aggressive Income Fund	194	-
Receivable against conversion of units - AKD Opportunity Fund	118	-
Receivable against conversion of units - AKD Islamic Income Fund	2,345	-
Payable against conversion of units - AKD Aggressive Income Fund	4,822	-
Payable against conversion of units - AKD Cash Fund	1,640	-
Payable against conversion of units - AKD Islamic Income Fund	10,066	-
Payable against conversion of units - AKD Islamic Stock Fund	700	-
Aqeel Karim Dhedhi Securities (Pvt) Limited - Staff Provident Fund		
Units held 2,092,812 (June 30, 2021: 2,092,812)	33,042	34,796
AKD Securities Limited		
Brokerage on purchase / sale securities	-	102
Units held 2,889 (June 30, 2021: 2,889)	46	48
Imran Motiwala - CEO and Director of the Management Company		
Units held 2,222,000 (June 30, 2021: 2,222,000)	35,081	36,944
Aysha Ahmed - Director of the Management Company		
Units held 50,000 (June 30, 2021: 50,000)	789	831
Murtaza Wahab - Spouse of Director of the Management Company		
Units held 210,000 (June 30, 2021: 210,000)	3,316	3,492
Anum Dhedhi - Director of the Management Company		
Units held 1,000 (June 30, 2021: 1,000 units)	16	17
Abdul Karim - Director of the Management Company		
Units held (June 30, 2021: 1,000 units)	16	17
Muhammad Yaqoob (with Spouse & minor children)- Chief Operating Officer and Company Secretary		
Units held 201,309 (June 30, 2021: 201,309 units)	3,178	3,347
Toqir Hussain- Head of Information Technology		
Units held 893 (June 30, 2021: 839 units)	14	15
Aysha Aqeel Karim Dhedhi -- Close Relative of the Sponsor of Management Company		
Units held 43,539 (June 30, 2021: 43,539 units)	687	724
Carrow Michael- Head of HR and Administration		
Issue of 889 Units. (June 30, 2021: Nil Units)	14	-
Ellicot Spinning Mills Limited - Common Directorship		
Shares held 875,954 (June 30 2021: 883,554)	141,445	108,686

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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

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

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

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

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

	As at September 30, 2021			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
ASSETS				
Investment in securities - at fair value through profit or loss				
Listed equity securities	<u>2,166,781</u>	-	-	<u>2,166,781</u>

	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
ASSETS				
Investment in securities - at fair value through profit or loss				
Listed equity securities	<u>2,278,322</u>	-	-	<u>2,278,322</u>

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

18. GENERAL

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

Figures have been rounded off to the nearest thousand rupees.

19. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on

29 OCT 2021

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Director


Chief Financial Officer



**AKD Investment
Management Ltd.**

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