

Quarterly Report

March 31, 2022

(un-audited)



Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit from the Experience

CORPORATE INFORMATION

MANAGEMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Chairman

Mr. Abdul Karim

Director & Chief Executive Officer

Mr. Imran Motiwala

Director(s)

Ms. Anum Dhedhi
Ms. Aysha Ahmed
Mr. Ali Wahab Siddiqi
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

Mr. Muhammad Munir Abdullah

HEAD OF INTERNAL AUDIT OF THE MANAGEMENT COMPANY

Ms. Tayyaba Masoom Ali

AUDIT COMMITTEE

Mr. Ali Wahab Siddiqi (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 (Chairperson)
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

VISION

To serve investors in Pakistan's capital markets with diligence, integrity and professionalism, thereby delivering consistent superior returns and unparalleled customer service.

MISSION STATEMENT

- » Keep primary focus on investing clients' interest
- » Achieve highest standards of regulatory compliance and good governance
- » Prioritize risk management while endeavouring to provide inflation adjusted returns on original investment
- » Enable the investing public and clients to make AKDIML Funds a preferred part of their overall savings and investment management strategy
- » Distinguish themselves and compete on the basis of unparalleled service quality while setting industry standards for professionalism, transparency and consistent leading performance
- » Foster and encourage technical, professional, ethical development of human capital to provide our people the best opportunities and environment for their personal growth.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited (AKDIML), the Management Company of AKD Opportunity Fund (AKDOF), Golden Arrow Stock Fund (GASF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF) and AKD Islamic Stock Fund (AKDISSF) presents its nine months report along with the Funds' unaudited Financial Statements for the period ended March 31, 2022.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 9MFY22, the return of AKD Opportunity Fund stood at -22.53% compared to the benchmark KSE-100 Index return of -5.13%.

Golden Arrow Stock Fund (GASF)

For the 9MFY22, the return of Golden Arrow Stock Fund stood at -18.04% compared to the benchmark KSE-100 Index return of -5.13%.

AKD Index Tracker Fund (AKDITF)

For the 9MFY22, the return of AKD Index Tracker Fund stood at -5.03% compared to the benchmark KSE-100 Index return of -5.13%.

AKD Cash Fund (AKDCF)

For the 9MFY22, the annualized return of AKD Cash Fund stood at 8.54% compared to the benchmark return of 8.17%.

AKD Aggressive Income Fund (AKDAIF)

For the 9MFY22, the annualized return of AKD Aggressive Income Fund stood at 8.62% compared to the benchmark return of 10.12%.

AKD Islamic Income Fund (AKDISIF)

For the 9MFY22, the annualized return of AKD Islamic Income Fund stood at 8.10% compared to the benchmark return of 3.19%.

AKD Islamic Stock Fund (AKDISSF)

For the 9MFY22, the return of AKD Islamic Stock Fund stood at -16.09% compared to the benchmark KMI-30 Index return of -4.84%.

MACRO PERSPECTIVE

Pakistan's economy continued to witness robust growth where the pace of the economy exceeded expectations of the State Bank of Pakistan (SBP), albeit coming at the expense of an elevated Current Account Deficit (CAD) amid rising inflation fuelled by a significant currency devaluation, and an unprecedented increase in international commodity prices.

The SBP during this period remained cautious due to inflationary pressures; hence, increasing the policy rate by 275 basis points to 9.75% during 9MFY22. While approval of the next tranche of USD 1 billion from IMF under the Extended Fund Facility is expected to be a catalyst for the economy and provide some respite to the Pak Rupee.

The CAD for 8MFY22 clocked in at USD 12.10 billion as compared to a surplus of USD 0.99 billion reported during the same period last year (SPLY) owing mainly to an increase in commodity prices, import of plants and machineries under TERF/LTFF loan facilities provided by the SBP and import of COVID vaccines. The Balance of Trade in Goods and Services recorded a deficit of USD 29.88 billion, adding another USD 12.56 billion as imports increased by 47.76% YoY to USD 54.99 billion. However, the exports also posted a growth of 26.21% YoY to stand in at USD 25.11 billion. Foreign workers continued to support the external account as workers' remittances surged by 7.65% YoY to USD 20.14 billion. The Government's efforts to attract investments from Non-Resident Pakistani's also paid off, with an impressive inflow of USD 3.92 billion through Roshan Digital Accounts (RDA) from more than 380,000 accounts till March 2022.

According to press reports, the Federal Board of Revenue (FBR) made net revenue collection of PKR 4,382 billion during 9MFY22, up by 29.1% YoY as compared to PKR 3,394 billion recorded during SPLY. The amount of refunds disbursed was PKR 229 billion during 9MFY22 compared to PKR 183 billion paid last year, showing a healthy increase of 25.0%.

As per the Pakistan Bureau of Statistics (PBS), the average National Consumer Price Index (NCPI) in 9MFY22 was recorded at 10.77% YoY as compared to 8.34% YoY recorded during 9MFY21. Average Core Inflation (measured by excluding food and energy prices) clocked in at 7.46% YoY and 7.98% YoY for Urban and Rural areas respectively, as compared to 5.70% YoY and 7.63% YoY during the SPLY.

The Large Scale Manufacturing (LSM) sector witnessed an increase of 7.8% YoY (with the new base year 2015-2016, previously 2005-2006) for July-February FY22 as compared to 2.2% YoY reported during SPLY. During the period under review, major contribution towards the growth came from Food, Non-Metallic Mineral Products and Textile. However, overall growth during the period was kept in check by sectors that posted negative growth including Pharmaceuticals, Rubber Products, Electrical Equipment and Fabricated Metal.

EQUITY MARKET REVIEW

During 9MFY22, the KSE-100 Index declined by 2,427 points, down by 5.13% to close at 44,928.83 points. The equity market remained under pressure owing to political unrest following senate elections, MSCI downgrade from Emerging to Frontier Market, unprecedented surge in commodity prices leading to an alarming CAD, jump in policy rate by 225bps to 9.25% amid immense inflationary pressures. While corporate earnings remained strong with good dividend payouts, investor sentiment at best remained cautious as economic conditions are expected to be tough in the foreseeable future.

The average daily turnover decreased by 36.97% YoY to 304.58 million shares during 9MFY22. Similarly, during 3QFY22, the average daily turnover clocked in at 231.98 million shares which declined by 58.39%

YoY / 15.33% QoQ. Market participants turned somewhat bearish as the Government provided relief by reducing and freezing fuel/electricity prices till the end of the fiscal year contrary to what was reportedly agreed with the IMF; naturally investors remain very concerned at the Government's ability to fund a widening CAD. Investors therefore seem skeptic over the resumption of the IMF program and resultant contractionary fiscal policies introduced by the Government of Pakistan (GoP). Moreover, investors' interest diverted to second and third-tier stocks as depicted by a decrease in the ratio of KSE-100 volumes over total turnover.

Some of the news flow that weighed on investor sentiments included: 1) Soaring international energy prices following the Russia-Ukraine war, 3) Pakistan forex reserves declined to USD 18.55 largely due to debt repayments during the week ended on March 25, 2022 4) Unchanged policy rate by MPC at 9.75%, 5) IMF approved the completion of sixth review and released USD 1 billion tranche 6) The current account deficit declined by 78% MoM and clocked in at USD 545 million in February 2022 7) China agrees to fresh rollover of USD 2.5 billion commercial loans, 8) PKR depreciate against greenback and settle at PKR/USD 183.48 on March 31, 2022 and 9) Subsidy package provided by the PM on oil and electricity.

Foreign investors continued to remain net sellers with net outflows of USD 271.13 million. Individuals, Corporates and Banks / DFIs were major buyers with net inflows of USD 82.29 million, USD 81.09 million and USD 72.26 million, respectively. Whereas, Mutual Funds and Brokers were net sellers with net outflows of USD 61.84 million and USD 16.57 million, respectively.

The sectors that dragged the KSE-100 down the most included Tobacco (-12.99%), Cement (-6.42%), Commercial Banks (-2.29%), Technology and Communication (-10.72%) and Refineries (-20.89%). However, some of the losses were compensated by Food and Personal Care Products (9.16%), Fertilizer (8.74%), Chemicals (4.46%), Automobile Assemblers (3.09%) and Real Estate Investment Trust (22.86%).

In terms of valuation, the KSE-100 Index closed at a forward Price to Earnings multiple of 4.70x, which is a 62.24% discount as compared to MSCI Frontier Markets P/E of 12.45x and offering a healthy dividend yield of 8.03%.

MONEY MARKET REVIEW

During 9MFY22, nineteen (19) MTB auctions were carried out by the SBP, where the government managed to raise PKR 11.71 trillion cumulatively. Weighted average yield of 3, 6 and 12 months MTB were 8.90%, 9.30% and 9.27% respectively, up by 1.82%, 2.12% and 1.96% as compared to 7.08%, 7.19% and 7.32% same period last year.

To further address the need of liquidity, SBP conducted nine (9) auctions of fixed rate Pakistan Investment Bond (PIB) and was successful in raising PKR 1.18 trillion. The weighted average yield for 3, 5 and 10 year PIBs increased by 1.58%, 1.32% and 1.40% to 9.87%, 10.09% and 10.69% respectively as compared to 8.29%, 8.77% and 9.28% same period last year.

The Monetary Policy Committee announced six (6) Monetary Policy Statements in 9MFY22, during which the Committee increased policy rate by 275 basis points to 9.75% aiming to reduce pressures on inflation and current account. SBP conducted 81 Open Market Operations (OMO) of different maturities and injected average amount of PKR 1.01 trillion at an average cut off yield of 8.58% and mopped-up average amount of PKR 0.11 trillion at an average cut off yield of 7.23%.

As per the auction target calendar for March – May 2022, the SBP targets to raise PKR 4.00 trillion by issuing 3 to 12 months tenor MTB against maturing amount of PKR 3.75 trillion. In addition, SBP also targets to raise PKR 300 billion through 3 to 30 years tenor fixed rate PIB during the period.

FUTURE OUTLOOK

On a forward-looking basis, we remain optimistic given eased off political turmoil following the takeover of new government led by Mr. Shehbaz Sharif and surprised 250 basis points hike in policy rate by MPC which bring policy rate close to interbank rate i.e. KIBOR. However, rising geopolitical tensions, in particular Russia-Ukraine crisis depict the most important external risk.

The CAD is expected to settle near to 4% of GDP in FY22. The SBP is in the process of taking further actions to reduce the pressure on current account which includes increase in the interest rate on the export refinance scheme (EFS) and widening the set of import items mainly luxury subject to cash margin requirement.

During 9MFY22, the local currency witnessed 14% decline in its value against greenback and settled at USD/PKR 183.48 on March 31, 2022. However, the stability in USD/PKR exchange rate cannot be ruled out following the 250 basis points hike in policy rate.

Given the significant uncertainty related to outlook for international commodity prices where no major downturn is in sight in the near term, the SBP expects CPI for FY22 to settle slightly above 11% before moderating in FY23.

The ouster of PM Khan through No-Confidence Motion by the opposition alliance has created wave of euphoria in the equity market. However the sustainability of this rally would depend on how the government re-engage IMF for resumption of the program given depleting forex reserves, and stability in the international commodity prices.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Abdul Karim
Chairman

Karachi: April 27, 2022

AKD Islamic Stock Fund



Management Company

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

Trustee

Digital Custodian Company Limited (DCCL)
[Formerly: MCB Financial Services Limited (MCBFSL)]
4th Floor, Perdesi House, 2/1 R-Y Old Queens Road
Karachi-74200

Bankers

Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited

Auditors

M/s Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8,
KCHSU Shahr-e-Faisal,
Karachi-75350

Legal Advisor

Sattar & Sattar
Attorneys-at-Law
3rd Floor, UBL Building
11 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

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

Rating-AKDISSF

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

FUND MANAGER'S REPORT

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

Open – end Islamic Equity Scheme.

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

AKD Islamic Stock Fund (AKDISSF) is designed to earn competitive returns by investing in the stock market. The objective of AKD Islamic Stock Fund is to invest in the capital markets through an optimal combination of strategies in Shariah compliant equities providing growth and dividends.

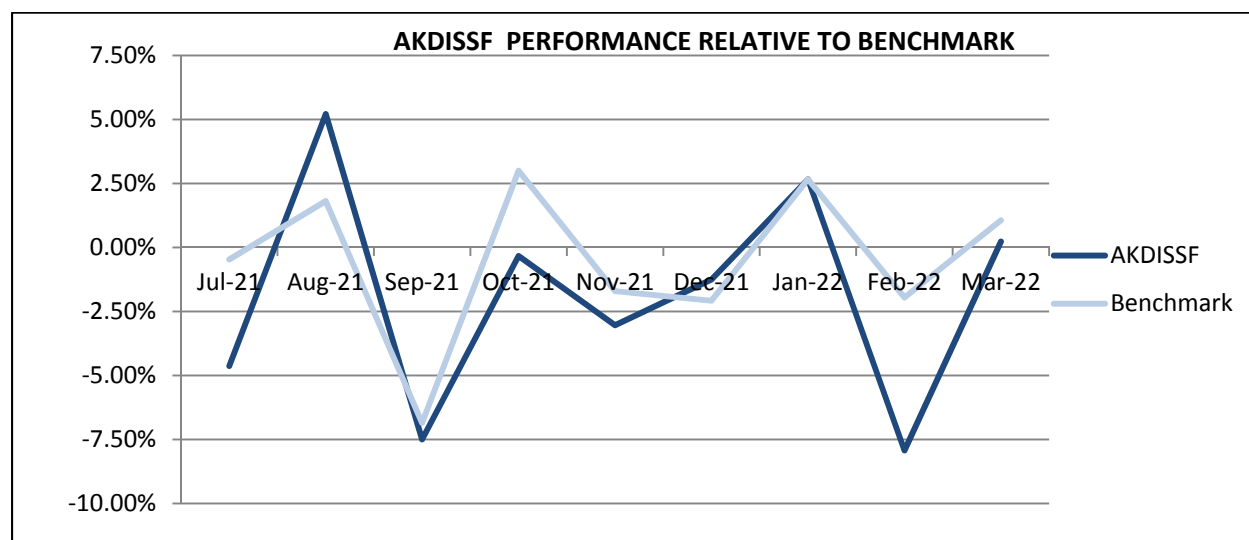
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 9MFY22, the return of AKD Islamic Stock Fund stood at -16.09% compared to the benchmark KMI-30 Index return of -4.84%.

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

KMI-30 Index

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



Monthly return	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22
AKDISSF	-4.63%	5.21%	-7.50%	-0.33%	-3.04%	-1.25%	2.66%	-7.93%	0.23%
Benchmark	-0.47%	1.81%	-6.86%	3.00%	-1.71%	-2.08%	2.66%	-1.96%	1.06%

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

AKD Islamic Stock Fund is an Open – end Islamic Equity Scheme; the returns of the Fund are generated through investment in Islamic stocks which have strong growth potential. AKDISSF 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-Mar-22	31-Dec-21
Equities	97.78%	96.49%
Cash	1.07%	0.78%
Other Assets including Receivables	1.15%	2.73%

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

9MFY22 Return	-16.09%
Benchmark Return	-4.84%

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

Net Asset Value			NAV Per Unit	
31-Mar-22	31-Dec-21	Change in Net Assets	31-Mar-22	31-Dec-21
(Rupees In "000")			Rs.	Rs.
269,505	307,740	-12.42%	41.7850	44.1073

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

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Pakistan's economy continued to witness robust growth where the pace of the economy exceeded expectations of the State Bank of Pakistan (SBP), albeit coming at the expense of an elevated Current Account Deficit (CAD) amid rising inflation fuelled by a significant currency devaluation, and an unprecedented increase in international commodity prices.

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agreed with the IMF; naturally investors remain very concerned at the Government's ability to fund a widening CAD. Investors therefore seem skeptic over the resumption of the IMF program and resultant contractionary fiscal policies introduced by the Government of Pakistan (GoP). Moreover, investors' interest diverted to second and third-tier stocks as depicted by a decrease in the ratio of KSE-100 volumes over total turnover.

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The ouster of PM Khan through No-Confidence Motion by the opposition alliance has created wave of euphoria in the equity market. However the sustainability of this rally would depend on how the government re-engage IMF for resumption of the program given depleting forex reserves, and stability in the international commodity prices.

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 were no significant changes in the state of affairs during the period and up till the date of Fund Manager's report under review.

xii) Disclosure of any split (if any), comprising:

There were no unit splits during the period.

xiii) Break down of unit holding size:

Range (Units)	No. of Investors
0.0001 - 9,999	328
10,000 - 49,999	60
50,000 - 99,999	8
100,000 - 499,999	11
500,000 and above	3
Total	410

xiv) Disclosure of circumstances that materially affect any interests 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.

AKD ISLAMIC STOCK FUND
 CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
 AS AT MARCH 31, 2022

		(Un-audited) March 31, 2022	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
Assets			
Bank balances	4	2,933	13,092
Investments	5	266,748	425,744
Dividend and profit receivable on bank deposits	6	40	767
Deposits and prepayments	7	2,908	2,817
Preliminary expenses and floatation cost	8	183	336
Total assets		272,812	442,756
Liabilities			
Payable to the AKD Investment Management Limited - Management Company	9	944	1,542
Payable to the MCB Financial Services Limited - Trustee	10	31	45
Payable to Securities and Exchange Commission of Pakistan	11	52	58
Payable against Redemption / conversion of Units		741	-
Accrued expenses and other liabilities	12	1,539	4,891
Payable against purchase of investments		-	10,860
Total liabilities		3,307	17,396
Net assets		269,505	425,360
Unit holders' fund (as per statement attached)		269,505	425,360
Contingencies and commitments			
	13	Number of units	
Number of units in issue		6,449,796	8,541,902
----- Rupees-----			
Net assets value per unit		41.7850	49.7969

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For AKD Investment Management Limited
 (Management Company)



Chief Executive Officer



Chief Financial Officer



Director

AKD ISLAMIC STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

		For the nine months ended March 31,		For the quarter ended March 31,	
		2022	2021	2022	2021
Note		-----('Rupees in '000) -----			
Income					
		(887)	58,647	2,836	34,535
5.2		(70,758)	27,079	(21,020)	(7,457)
		16,838	5,501	4,647	2,504
		2,263	-	-	-
		416	527	127	198
		(52,128)	91,754	(13,410)	29,780
Expenses					
9.1		5,226	4,114	1,424	1,630
9.2		679	535	185	212
9.3		1,176	720	320	285
10.1		314	247	86	98
10.2		41	32	11	9
11.1		52	41	14	16
		672	1,370	185	673
		174	150	57	49
		41	71	1	40
		153	153	50	50
		633	474	217	193
		113	113	37	38
		433	305	108	197
		755	124	68	63
		-	1,666	-	524
		10,462	10,115	2,763	4,077
		(62,590)	81,639	(16,173)	25,703
15		-	-	-	-
		(62,590)	81,639	(16,173)	25,703
Allocation of net income for the period					
		-	81,639	-	25,703
		-	(22,198)	-	(13,150)
		-	59,441	-	12,553
Accounting income available for distribution:					
		-	59,441	-	12,553
		-	-	-	-
		-	59,441	-	12,553

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For AKD Investment Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

AKD ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

	For the nine months ended March 31,		For the quarter ended March 31,	
	2022	2021	2022	2021
	----- ('Rupees in '000) -----			
Net income / (loss) for the period after taxation	(62,590)	81,639	(16,173)	25,703
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>(62,590)</u>	<u>81,639</u>	<u>(16,173)</u>	<u>25,703</u>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For AKD Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

AKD ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

	For the nine months ended March 31,		For the quarter ended March 31,	
	2022	2021	2022	2021
Note	----- ('Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income / (loss) for the period before taxation	(62,590)	81,639	(16,173)	25,703
Adjustments				
Amortisation of preliminary expenses and floatation costs	153	153	50	50
Capital (gain) / loss on sale of investments	887	(58,647)	(2,836)	(34,535)
Other income			2,263	
Net unrealised (appreciation) / diminution on remeasurement of investments 'at fair value through profit and loss'	70,758	(27,079)	21,020	7,457
	9,208	(3,934)	4,324	(1,325)
(Increase) / decrease in assets				
Dividend and profit receivable on bank deposits	727	(395)	(2)	(402)
Deposits and prepayments	(91)	(203)	(249)	(272)
Receivable against sale / conversion of units		-	1,372	-
Receivable against sale of investment	-	(2,204)	4,207	(2,204)
	636	(2,802)	5,328	(2,878)
(Decrease) / increase in liabilities				
Payable to the Management Company	(598)	399	(470)	78
Payable to Securities and Exchange Commission of Pakistan	(6)	15	14	16
Payable to the Trustee	(14)	21	(6)	-
Payable against Redemption / conversion of Units	741	-	621	-
Payable against purchase of investment	(10,860)	-	-	-
Accrued expenses and other liabilities	(3,352)	2,329	(2,252)	745
	(14,089)	2,764	(2,093)	839
Investments - net	87,351	(99,856)	15,018	22,469
Net cash generated from / (used in) operating activities	83,106	(103,828)	22,577	19,105
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received on issue of units	373,825	633,505	33,434	277,134
Payment against redemption of units	(467,090)	(508,132)	(55,496)	(283,470)
Net cash generated from / (used in) financing activities	(93,265)	125,373	(22,062)	(6,336)
Net increase / (decrease) in cash and cash equivalents	(10,159)	21,545	515	12,769
Cash and cash equivalents at beginning of the period	13,092	664	2,418	9,440
Cash and cash equivalents at end of the period	2,933	22,209	2,933	22,209


4

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For AKD Investment Management Limited
(Management Company)



Chief Executive Officer


Chief Financial Officer



Director

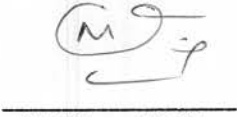
AKD ISLAMIC STOCK FUND
 CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
 FOR THE NINE MONTHS ENDED MARCH 31, 2022

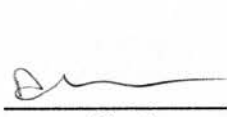
	For the nine months ended March 31 2022			For the nine months ended March 31 2021		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	Rupees in '000			Rupees in '000		
Net assets at beginning of the period	462,079	(36,719)	425,360	211,190	(84,178)	127,012
Issuance of 8,037,247 (2021: 15,557,170) units						
- Capital value (at net asset value per unit at the beginning of period)	400,229	-	400,229	465,340	-	465,340
- Element of income	(26,404)	-	(26,404)	179,491	-	179,491
Total proceeds on issuance of units	373,825	-	373,825	644,831	-	644,831
Redemption of 10,129,353 (2021: 12,203,744) units						
- Capital value (at net asset value per unit at the beginning of period)	504,409	-	504,409	365,034	-	365,034
- Amount paid out of element of income relating to net income for the year after taxation	-	-	-	-	22,198	22,198
- Element of income	(37,319)	-	(37,319)	123,278	-	123,278
Total payments on redemption of units	467,090	-	467,090	488,312	22,198	510,510
Total comprehensive income / (loss) for the period	-	(62,590)	(62,590)	-	81,639	81,639
Net assets at end of the period	368,814	(99,309)	269,505	367,709	(24,737)	342,972
Accumulated loss brought forward						
- Realised		(86,400)			(64,274)	
- Unrealised		49,681			(19,904)	
		(36,719)			(84,178)	
Accounting income available for distribution						
- Relating to capital gains		-			85,726	
- Excluding capital gains		-			(26,285)	
		-			59,441	
Accounting loss for the period		(62,590)			-	
Accumulated loss carried forward		(99,309)			(24,737)	
Accumulated loss carried forward						
- Realised loss		(28,551)			(51,816)	
- Unrealised income / (loss)		(70,758)			27,079	
		(99,309)			(24,737)	
Net assets value per unit at beginning of the period	49.7969			29.9117		
Net assets value per unit at end of the period	41.7850			45.1299		

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For AKD Investment Management Limited
 (Management Company)


 Chief Executive Officer


 Chief Financial Officer


 Director

AKD ISLAMIC STOCK FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Islamic Stock Fund (the Fund) was established under a Trust Deed, dated August 30, 2017, executed between AKD Investment Management Limited (AKDIML) as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan (SECP) as a unit trust scheme on May 30, 2017. The initial Public Offering (IPO) of the Fund was made during the period from February 19, 2018 to February 20, 2018 and the Fund commenced operations from February 21, 2018. 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. February 19, 2018.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Company 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.

The Fund is categorised as an open end Shariah Complaint (Islamic) Equity Scheme in accordance with Circular 7 of 2009, issued by the Securities and Exchange Commission of Pakistan (SECP). Al-Hilal Shariah Advisors (Pvt.) Limited acts as its Shariah Advisor to ensure that the activities of the Fund are in compliance with the principles of Shariah.

The principle activities of the Fund is to invest in the Shariah Compliant (Islamic) equity securities.

Title to the assets of the Fund are held in the name of MCB Financial Services Limited as trustee of the Fund.

The Pakistan Credit Rating Company Limited (PACRA) has maintained asset manager rating of 'AM3++' of the Management Company dated February 8, 2021. PACRA has also assigned 5 star and 3 star performance ranking in 1 year and 3 year periods respectively to the Fund dated February 4, 2022.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information 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 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 requirement of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, 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, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. 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, 2021.

2.1.3 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, 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 March 31, 2022.

2.2 Basis of measurement

This condensed financial information have been prepared under the historical cost convention, except that investments are measured at fair value.

2.3 Functional and presentation currency

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

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

- 3.1 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, 2021.
- 3.2 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, 2021.
- 3.3 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, 2021.

	Note	March 31, 2022 ----- (Rupees in '000) -----	June 30, 2021
4. BANK BALANCES			
In savings accounts	4.1	<u>2,933</u>	<u>13,092</u>
4.1 Mark-up rates on these accounts range between 8.25% to 9.00% (June 30, 2021: 5%) per annum.			
	Note	(Unaudited) March 31, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2021
5. INVESTMENTS			
At fair value through profit or loss			
- Listed equity securities	5.1	<u>266,748</u>	<u>425,744</u>

5.1 Listed equity securities

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2022			Percentage in relation to		
		As at July 1, 2021	Purchased during the period	Bonus / right issue received during the period	Sold/ Disposed during the period	As at March 31, 2022	Carrying cost	Market value	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 Assembler												
Ghandhara Nissan Limited	10	999	-	-	-	999	109	70	(39)	0.03	0.03	0.00
Millat Tractors Limited	10	11	-	4	-	15	12	13	1	0.00	0.00	0.00
							<u>121</u>	<u>83</u>	<u>(38)</u>			
Automobile Parts & Accessories												
Thal Limited	5	35,000	50,000	-	-	85,000	33,697	31,048	(2,649)	11.64	11.52	0.10
Cable & Electrical Goods												
Pakistan Cables Limited	10	40,000	-	-	10,000	30,000	4,485	4,725	240	1.77	1.75	0.08
Cement												
Javedan Corporation Limited	10	761,190	-	152,238	913,428	-	-	-	-	-	-	-
Lucky Cement Limited	10	-	10,000	-	10,000	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	10	-	215,000	-	215,000	-	-	-	-	-	-	-
Thatta Cement Company Limited	10	-	1,330,000	-	1,330,000	-	-	-	-	-	-	-
							<u>-</u>	<u>-</u>	<u>-</u>			
Chemical												
Lotte Chemical Pakistan Limited	10	4,150,000	125,000	-	2,475,000	1,800,000	27,756	27,072	(684)	10.15	10.05	0.12
Commercial Banks												
Bankislami Pakistan Limited	10	1,000,300	2,075,000	-	-	3,075,300	34,038	38,964	4,926	14.61	14.46	0.28
Engineering												
Crescent Steel and Allied Products Limited	10	20,000	-	-	10,000	10,000	840	425	(415)	0.16	0.16	0.01
International Industries Limited	10	160,000	19,000	-	179,000	-	-	-	-	-	-	-
International Steels Limited	10	481,213	-	-	336,213	145,000	13,544	9,450	(4,094)	3.54	3.51	0.03
							<u>14,384</u>	<u>9,875</u>	<u>(4,509)</u>			
Fertilizer												
Engro Corporation Limited	10	50,000	-	-	50,000	-	-	-	-	-	-	-
Food & Personal Care Products												
Al Shaheer Corporation Limited	10	2,700,499	450,000	-	350,000	2,800,499	55,857	31,170	(24,687)	11.69	11.57	0.93
Investment Bank/Inv.Cos/Sec.Cos.												
Imperial Limited	10	-	200,000	-	200,000	-	-	-	-	-	-	-
Oil & Gas Exploration Companies												
Oil & Gas Development Company Limited	10	-	25,000	-	25,000	-	-	-	-	-	-	-
Pakistan Petroleum Limited	10	40,000	-	-	20,000	20,000	1,737	1,456	(281)	0.55	0.54	0.00
							<u>1,737</u>	<u>1,456</u>	<u>(281)</u>			
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	10	-	20,000	-	10,000	10,000	1,866	1,667	(199)	0.62	0.62	0.00

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2022				Percentage in relation to		
		As at July 1, 2021	Purchased during the period	Bonus / right issue received during the period	Sold/ Disposed during the period	As at March 31, 2022	Carrying cost	Market value	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) ----- (%) -----													
Paper and Board													
Pakistan Paper Products Limited	10	666	-	-	-	666	60	46	(14)	0.02	0.02	0.01	0.01
Pharmaceuticals													
Abbot Laboratories Pakistan Ltd	10	-	39,000	-	-	39,000	28,906	27,222	(1,684)	10.21	10.10	0.04	0.04
Power Generation & Distribution													
Hub Power Company Limited (5.1.1)	10	800,000	-	-	250,000	550,000	43,819	39,369	(4,450)	14.76	14.61	0.04	0.04
K-Electric Limited	3.5	743,000	-	-	243,000	500,000	2,090	1,570	(520)	0.59	0.58	0.00	0.00
							45,909	40,939	(4,970)				
Refinery													
Attock Refinery Limited	10	-	55,000	-	-	55,000	8,279	7,077	(1,202)	2.65	2.63	0.05	0.05
Energyco PK Limited	10	4,850,000	600,000	-	450,000	5,000,000	56,867	26,050	(30,817)	9.77	9.67	0.09	0.09
							65,146	33,127	(32,019)				
Sugar and Allied Industries													
The Premier Sugar Mills Limited	10	2,800	-	-	2,800	-	-	-	-	-	-	-	-
Technology and Communication													
Pakistan Telecommunication Company Limited	10	750,000	-	-	-	750,000	8,880	5,850	(3,030)	2.19	2.17	0.02	0.02
TRG Pakistan Limited	10	-	165,000	-	165,000	-	-	-	-	-	-	-	-
							8,880	5,850	(3,030)				
Textile Composite													
Nishat (Chunian) Limited	10	-	75,000	-	-	75,000	3,783	3,896	113	1.46	1.45	0.03	0.03
Nishat Mills Limited	10	110,000	-	-	10,000	100,000	9,331	8,567	(764)	3.21	3.18	0.03	0.03
							13,114	12,463	(651)				
Vanaspati & Allied Industries													
Punjab Oil Mills Limited	10	6,200	-	-	-	6,200	1,550	1,041	(509)	0.39	0.39	0.12	0.12
Total as at March 31, 2022							337,506	266,748	(70,758)				
Total as at June 30, 2021							376,063	425,744	49,681				

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

		(Unaudited) March 31, 2022	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
5.2 Net unrealised appreciation / (diminution) on re-measurement of investments 'at fair value through profit or loss'			
Market value of investments	5.1	266,748	425,744
Carrying amount of investments	5.1	(337,506)	(376,063)
		<u>(70,758)</u>	<u>49,681</u>
6. DIVIDEND AND PROFIT RECEIVABLE ON BANK DEPOSITS			
Profit on bank balance		25	167
Dividend receivable		15	600
		<u>40</u>	<u>767</u>
7. DEPOSITS AND PREPAYMENTS			
Security deposit with			
- National Clearing Company of Pakistan Limited		2,500	2,500
- Central Depository Company of Pakistan Limited		100	100
Prepayments			
- PSX annual listing fee		7	-
- Shariah advisory fee		301	217
		<u>2,908</u>	<u>2,817</u>
8. PRELIMINARY EXPENSES AND FLOATATION COST			
Preliminary expenses and floatation cost		1,024	1,024
Accumulated amortization			
Opening balance		(688)	(483)
Amortized during the period / year		(153)	(205)
Closing balance	8.1	(841)	(688)
		<u>183</u>	<u>336</u>
8.1	Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.		
		(Unaudited) March 31, 2022	(Audited) June 30, 2021
		----- (Rupees in '000) -----	
9. PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note		
Management fee	9.1	446	668
Sindh Sales tax on management fee	9.2	58	87
Expenses allocated by the Management Company	9.3	100	117
Formation cost		336	541
Sales load payable		4	129
		<u>944</u>	<u>1,542</u>
9.1	The Management Company charged remuneration at the rate of 2 % per annum of the average net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.		
9.2	Sindh sales tax at the rate of 13% (June 30, 2021: 13%) on gross value of management fee is charged under the provisions of Sindh Sales Tax on Services Act, 2011.		

9.3 The Management Company has charged expenses at the rate of 0.45% per annum of the daily average annual net assets of the Fund.

	Note	(Unaudited) March 31, 2022	(Audited) June 30, 2021
----- (Rupees in '000) -----			
10. PAYABLE TO MCB FINANCIAL SERVICES LIMITED - TRUSTEE			
Trustee fee	10.1	27	40
Sindh Sales Tax	10.2	4	5
		31	45

10.1 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:

Amount of Funds Under Management [Average Net Assets Value (NAV)]	Tariff per annum
Upto Rs 1,000 million	0.12% of Net Assets
Exceeding Rs 1,000 million and up to Rs.5,000 million	Rs. 1.2 million plus 0.065% per anum of the amount exceeding Rs. 1,000 million
Exceeding Rs. 5,000 million and up to Rs. 10,000 million	Rs. 3.8 million plus 0.06% per anum of the amount exceeding Rs. 5,000 million

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

	Note	(Unaudited) March 31, 2022	(Audited) June 30, 2021
----- (Rupees in '000) -----			
11. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
Annual fee payable to SECP	11.1	52	58

11.1 All Collective Investment Schemes are required to pay annual fee at an amount equal to 0.02% of the daily average annual net assets of the scheme . The fee is payable annually in arrears.

	Note	(Unaudited) March 31, 2022	(Audited) June 30, 2021
----- (Rupees in '000) -----			
12. ACCRUED AND OTHER LIABILITIES			
Brokerage payable		106	507
Auditors remuneration		109	173
Printing charges payable		263	150
Charity payable		755	725
Credit rating fee payable		232	132
Provision for Sindh Workers' Welfare Fund	12	-	2,263
Others		74	941
		1,539	4,891

- 12.1 During the period, Sindh Revenue Board (SRB) through its letter dated August 12, 2021, has clarified the legal status of applicability of Sindh Workers' Welfare Fund (SWWF).

As per the said letter, having reference no. SRB/TP/70/2013/8772, the Asset Management Companies (AMC) are covered under the term "financial institutions" as per the section 2(g)(v) of the SWWF Act, 2014 and are therefore, subject to SWWF charge, whereas, the Mutual Funds / Pension Funds managed by those AMCs do not qualify as " Financial Institutions / Industrial Establishments" as per the 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 AMCs, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds.

Consequently, the management has reversed all the provision recognised in respect of SWWF amounting to Rs. 2.263 million.

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2022 and June 30, 2021

14. TOTAL EXPENSE RATIO

The total expense ratio of the Fund from July 1, 2021 to March 31, 2022 is 3.01% (June 30, 2021: 4.96%) and this includes 0.25% (June 30, 2021: 1.20%) representing government levies on the Fund such as sales taxes, annual fees to SECP etc.

15. 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. Since the management intends to distribute the income earned by the Fund during the period 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. Further, 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.

16. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include AKD Investment Management Limited, being the Management MCB Financial Services Limited, being the Trustee, AKD Group Holdings (Private) Limited (Formerly : Aqeel Karim Dhedhi Securities (Private) Limited), AKD Securities Limited, directors, officers and other connected persons of the Management Company, and their connected persons.

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

	(Un-audited) For the nine months ended March 31, 2022 ----- (Rupees in '000) -----	(Un-audited) March 31, 2021 -----
16.1. Transactions during the period		
AKD Investment Management Limited - Management Company		
Remuneration to Management Company	5,226	4,114
Expenses allocated by the Management Company	1,176	720
Sindh Sales Tax on management remuneration	679	535
Sales Load	180	330
Issue of 77,080 units (2021: Nil)	3,800	-
AKD Investment Management Limited - Staff Provident Fund		
Redemption of Nil units (2021: 38,082)	-	1,742
MCB Financial Services Limited - Trustee		
Trustee remuneration	314	247
Sindh Sales Tax on trustee remuneration	41	32
AKD Opportunity Fund (AKDOF) - Common Management		
Shares sold by AKDOF	82,331	48,599
Golden Arrow Stock Fund (GASF) - Common Management		
Shares sold by GASF	-	9,605
Shares purchased by GASF	28,231	-
AKD Securities Limited		
Brokerage Expense	18	195
Shares purchased by AKD Securities Limited	-	4,600
Imran Motiwala - Chief Executive Officer of the Management Company		
Issue of 187,224 (2021: Nil) units	8,626	-
Redemption of 144,000 (2021: Nil) units	6,429	-
Sehr Imran Motiwala - Spouse - CEO of the Management Company		
Issue of 165,689 (2021: Nil) units	7,600	-
Redemption of 339,444 (2021: Nil) units	15,666	-

Anum Dhedhi - Chief Investment Officer & Director of the Management Company

Issue of Nil units (2021: 10,657)	-	400
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Muhammad Yaqoob - Chief Operating Officer and Company Secretary of the Management Company

Issue of Nil (2021: 10,646) units	-	450
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Redemption of 10,646 (2021: Nil) units	528	
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Hina Aqeel - Close family member of the chairman of the group

Issue of Nil units (2021: 10,600)	-	400
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Redemption of 53,233 (2021: Nil) units	2,098	-
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M3 Technologies Pakistan Private Limited Employees Provident Fund - Common Directorship

Issue of 122,103 (2021: Nil) units	6,000	-
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Mustafa Shahid* - Connected party due to more than 10% holding

Issue of Nil (2021: 7,660,929) units	-	318,685
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Redemption of Nil (2021: 6,780,516) units	-	283,930
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* prior period connected person current figures not shown

** current period connected person prior figures not shown

(Unaudited)	(Audited)
March 31,	June 30,
2022	2021
----- (Rupees in '000) -----	

16.2. Balances outstanding at the period / year end

**AKD Investment Management Limited -
Management Company**

Remuneration payable	446	668
Sindh sales tax on management remuneration	58	87
Expenses allocated by the management company	100	117
Payable against formation cost	336	541
Sales load payable	4	129
Outstanding 77,080 (2020: Nil) units	3,221	-

MCB Financial Services Limited - Trustee

Remuneration payable	27	40
Sales tax on trustee remuneration payable	4	5

AKD Securities Limited - Brokerage

Brokerage payable	-	170
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Payable against conversion of units

Payable against conversion of units - AKD Aggressive Income Fund	172	-
Payable against conversion of units - AKD Islamic Income Fund	569	-

Imran Motiwala - CEO of the Management Company

Outstanding 43,224 (June 2021: Nil) units	1,806	-
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**AKD Group Holdings (Private) Limited (Formerly: Aqeel Karim Dhedhi
Securities (Private) Limited) - Staff Provident Fund**

Outstanding 200,000 (June 30, 2021: 200,000) units	8,357	9,959
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Muhammad Farid Alam - Key Management Personnel of Associated Company

Outstanding 30,000 (June 30, 2021: 30,000) units	1,254	1,494
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Hina Aqeel - Close family member of the chairman of the group

Outstanding Nil (June 30, 2021: 53,233) units	-	2,651
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(Unaudited)	(Audited)
March 31,	June 30,
2022	2021
----- (Rupees in '000) -----	

Anum Dhedhi - Chief Investment Officer & Director of the Management Company

Outstanding 100,314 (June 30, 2021: 100,314) units	4,192	4,995
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Yasmeen Dhedhi - Close family member of the chairman of the group

Outstanding 20,000 (June 30, 2021: 20,000) units	836	996
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Muhammad Yaqoob - Chief Operating Officer and Company Secretary of the Management Company

Outstanding Nil (June 31, 2021: 10,646) units	-	530
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Sehar Imran Motiwala - Spouse, - CEO of the Management Company

Outstanding Nil (June 31, 2021: 173,755) units	-	8,652
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Carrow Micheal - Key Management Personnel of the Management Company

Outstanding 196 (June 31, 2021: 196) units	8	10
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Toqir Hussain - Key Management Personnel of the Management Company

Outstanding 600 (June 30, 2021: 600) units	25	30
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M3 Technologies Pakistan Private Limited Employees Provident Fund - Common Directorship

Outstanding 122,103 units (June 2021: Nil)	5,102	-
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Connected person due to more than 10% holding

TPL Insurance Limited**

Outstanding 839,883 (June 2021: Nil) units	35,095	-
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Mustafa Shahid*

Outstanding Nil (June 30, 2021: 864,459) units	-	43,047
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Nargis Shahid Soorty

Outstanding 871,254 (June 30, 2021: 871,254) units	36,405	43,386
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* prior period connected person current figures not shown

** current period connected person prior figures not shown

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).

	(Unaudited) 'As at March 31, 2022			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
ASSETS				
Investment in securities - at fair value through profit or loss				
Listed equity securities	266,748	-	-	266,748
	(Audited) '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	425,744	-	-	425,744

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

18. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on 27 APR 2022

19. GENERAL

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

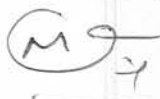
19.2 This condensed interim financial information is unaudited.

19.3 Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure.

For AKD Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director



**AKD Investment
Management Ltd.**

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U.A.N : 92-21-111 AKDIML (111-253-465) | Fax : 92-21-35303125

Gulshan-e-Iqbal Branch:

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Contact # 92-21-34823003-7

Abbottabad Branch:

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