

Funds Managed by:
AKD Investment Management Ltd.

Quarterly Report
March 31, 2020
(Un-audited)



quarterly report



Partner with AKD
Profit from the Experience



AKD Investment
Management Ltd.

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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

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

Ms. Tayyaba Masoom Ali

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

Mr. Muhammad Yaqoob Sultan, CFA

AUDIT COMMITTEE

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

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

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

RATING

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

**CORPORATION
INFORMATION**

Vision

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

Mission Statement

AKD Fund shall continuously strive to:

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

AKD Index Tracker 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

Askari Bank Limited
Bank Alfalah Limited
BankIslami Pakistan Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
United Bank Limited

AUDITORS

Deloitte Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8
KCHSU Shahrah-e-Faisal,
Karachi-75350

LEGAL ADVISER

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

REGISTRAR

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

DISTRIBUTORS

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

RATING

Asset Management Company
PACRA: AM3++ (AM-Three Plus Plus)

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited (AKDIML), the Management Company of AKD Opportunity Fund (AKDOF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), AKD Islamic Stock Fund (AKDISSF), and Golden Arrow Stock Fund (GASF) - (Formerly: Golden Arrow Selected Stocks Fund Limited) is pleased to present its nine months report along with the Funds' reviewed financial statements for the period ended March 31, 2020.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 9MFY20, the return of AKD Opportunity Fund stood at -18.07% compared to the benchmark KSE-100 Index return of -13.78%.

AKD Index Tracker Fund (AKDITF)

For the 9MFY20, the return of AKD Index Tracker Fund stood at -14.65% compared to the benchmark KSE-100 Index return of -13.78%.

AKD Cash Fund (AKDCF)

For the 9MFY20, the annualized return of AKD Cash Fund stood at 12.80% compared to benchmark return of 12.62%.

AKD Aggressive Income Fund (AKDAIF)

For the 9MFY20, the annualized return of AKD Aggressive Income Fund stood at 14.14% compared to benchmark return of 13.58%.

AKD Islamic Income Fund (AKDISIF)

For the 9MFY20, the annualized return of AKD Islamic Income Fund stood at 12.42% compared to benchmark return of 6.33%.

AKD Islamic Stock Fund (AKDISSF)

For the 9MFY20, the return of AKD Islamic Stock Fund stood at -19.70% compared to the benchmark KMI-30 Index return of -16.75%.

Golden Arrow Stock Fund (GASF) - (Formerly: Golden Arrow Selected Stocks Fund Limited)

For the 9MFY20, the return of Golden Arrow Stock Fund (Formerly: Golden Arrow Selected Stocks Fund Limited) stood at -21.41% compared to the benchmark KSE-100 Index return of -13.78%.

MACRO PERSPECTIVE:

The Current Account Deficit (CAD) for 9MFY20 stood at \$2.768 billion (1.3% of GDP) as compared to \$10.284 billion (4.7% of GDP) in the same period last year (SPLY), exhibiting a significant decline of 73.08% YoY. The considerable improved performance was on the back of a decline in import of goods and services by 16.35% YoY to \$39.624 billion from \$47.366 billion while exports of goods illustrated a modest increase of 1.14% YoY to \$18.256 billion during the 9MFY20. In addition, overseas Pakistanis also supported the CAD by remitting \$16.991 billion as compared to \$16.032 billion SPLY, up by 5.98%.

On the fiscal front, the Federal Board of Revenue (FBR) managed to collect PKR 3.050 trillion during the 9MFY20. The FBR missed tax revenue targets by a whopping PKR 470 billion during 9MFY20 against the revised target of 3.520tr. During the month of March, FBR collection fell by 12%YoY to 325 billion due to stalled economic activity amid lockdown precautions to arrest the spread of COVID-19 virus in the country. The Economic slowdown due to the Pandemic has further damped the prospects of the FBR to achieve its targets or any other relevant economic target for that matter. As per reports FBR expects to collect PKR 4.70 trillion by year end against its revised target of PKR 5.238 trillion.

As per the Pakistan Bureau of Statistics (PBS), National Consumer Price Index (NCPI) for the month of March 2020 stood at 10.24% YoY which denotes the average inflation for 9MFY20 to 11.53% as compared to 6.31% SPLY. This significant increase in monthly inflation was primarily led by an increase in prices of Food and non- alcoholic beverages (weight 34.58%) by 14.69% YoY. Average Core Inflation (Non Food Non Energy) for Urban and Rural clocked in at 7.4% and 9.4% respectively in March 2020. In order to cushion the growth hampered by slowdown in economic activities, the State Bank of Pakistan (SBP) slashed the Target Policy Rate by 225 bps to 11 percent. Moreover the gap between Reverse repo rate and Target Policy rate has widened by 50bps to 100bps.

The Large Scale Manufacturing (LSM) witnessed a decline of 3.37% cumulatively for the 7MFY20 (July-January). Major decline was witnessed in sectors such as Automobiles (-36.07%), Coke & petroleum products (-10.59%), Pharmaceuticals (-5.77%), Iron & Steel products (-9.25%), and Electronics (-8.50%) during the period. On the other hand, there were some LSM related sectors that exhibited major positive growth which were Leather Products (11.15%), Fertilizers (4.53%), Paper & Board (6.77%), and Wood Products (25.07%).

During the 9MFY20, Pakistan was able to attract \$2.148 billion in Foreign Direct Investment (FDI) as compared to \$0.905 billion in the SPLY, exhibiting an increase of 137.34% YoY. Portfolio Investment in Pakistan's debt securities for 9MFY20 stood at \$331 million, which has shown an unprecedented increase due to attractive risk free yields offered during the period. During 3QFY20, the Pak rupee devalued against the US dollar by 6.84% to PKR 166.25 at the end of March against PKR 154.88 at the start of the year which was prompted by Net outflow from SCRA account. During March 2020, Pakistan witnessed a cumulative net outflow of \$1.872 billion from SCRA account as foreign investors squared their positions mainly from short term government securities it would seem on the back of expectations of a devaluation of the local currency following prospects of monetary easing.

The total liquid foreign exchange reserves of Pakistan stood at \$17.388 billion (\$6.202 billion net reserves with banks and \$11.186 billion net reserves with State Bank of Pakistan) as compared to \$17.417 billion SPLY. As per news reports the IMF in its support during the global pandemic has decided to provide one-year relief to support the country in its fight against spreading of the virus. The IMF Executive board has also approved the disbursement of \$1.386 billion to address COVID-19 Pandemic under a rapid financing instrument besides the facility already undertaken by Pakistan, which is expected to address fiscal/budget emergencies in the immediate term and shall not be subject to a comprehensive country wise reform program that undergoes reviews.

EQUITY REVIEW:

As expected the equity markets witnessed an extreme volatile period where the index after a prolonged bearish spell preceding the last two years reversed its negative trend during 1HFY20 after bottoming out at its five year low of 28,765pts during August 2019. The KSE-100 index provided 20.2% return during 1HFY20 where the index touched its 6 months high of 43,468 in mid of Jan 2020 on compelling valuations and much improved prospects of an economic recovery, supported by unprecedented interest by foreigners in the government securities debt market. However, the KSE-100 index succumbed to selling pressure as volatility over stalled economic activity and hefty dollar outflows, as foreign institutions exited both the equity and debt markets. The stock market ended on a depressed note with the index sliding down by 28.24% during 3QFY20 eroding all the gains of 1HFY20 and taking the cumulative 9MFY20 loss to 13.78%.

Encouraging participation was witnessed during the period with average daily traded volumes rising 19.66%YoY for 9MFY20 to 194.1 million shares as compared to 162.2 million witnessed during 9MFY19. Investors flocked to main board or index heavyweights companies where the share of KSE-100 volumes in overall market volumes averaged to 69.5% during 9MFY20 as compared to 59.5% witnessed during SPLY. Higher participation in the main board stocks would suggest improved investor confidence and overall optimism of the economy, which was primarily led by the positive sentiments from Aug-Jan 2020. However, during 3QFY20 average daily turnover decreased by 20.27% QoQ to 211 million shares as investors remained sidelined due to uncertainty over revival of economic activity following wide country lockdowns to contain the virus after the first case was reported in late February.

Significant sectors hampering the index down during 9MFY20 included: 1) Commercial Banks (-21.67%), 2) Oil and Gas Exploration Companies (-35.87%), 3) Power Generation and Distribution (-18.53%), 4) Oil Marketing Companies (-24.93%) and 5) Tobacco (-37.97%). Commercial Banks and Exploration sectors remained in limelight due to monetary easing and declining international Oil Prices (Brent: \$22.74/bbl., FYTD: -65.1%). Moreover, some of the losses were compensated due to positive contribution from Cement (+8.50%), Pharmaceuticals (6.12%) and Leather and Tanneries (62.87%).

Foreign Portfolio Investors were net seller during the period with cumulative outflow of US\$130.2mn during 9MFY20, as compared to an outflow of \$138.2mn in 3QFY20. Amongst domestic investor flows, individuals were net buyers (US\$144.4mn) aided by Insurance Companies (US\$94.0mn) and other Organizations (US\$25.1mn). This outflow was led by Mutual Funds (US\$85.10mn), Banks/DFI (US\$48.0mn) and Broker Proprietary Trading (US\$8.6mn).

Going forward we expect a reversal in the trend in index as significant correction of the market has opened up valuations where KSE-100 is currently trading at a forward P/E multiple of 5.4x compared to Asia Pacific regional average of 10.3x. SBP in its last Monetary Policy has further slashed interest rates by 2% to 9%, taking the cumulative monetary easing to 4.25%. Much awaited monetary easing will provide impetus to the index, along with the upcoming result announcements for the quarter ending March which will further drive direction of the index. However, recent announcement of relaxation in debt payment and disbursement of \$1.4 billion cannot be overlooked. Furthermore, the recently bailout package for the construction industry with an underlying "amnesty" scheme of sorts will eventually lead to positive economic activity, while in the meantime investors will remain focused for now on the spread of the virus and eventual opening of the country for business, as we believe this is an opportune time to accumulate stocks.

MONEY MARKET REVIEW:

During 9MFY20, twenty (20) T-Bill auctions were carried out by the SBP, where the Government successfully managed to raise PKR 12.44 trillion. Weighted average yield on the 3-month, 6-month, and 12-month period were 13.33%, 13.33%, and 13.20% respectively, as compared to 9.10%, and 9.41% respectively for same period last year. There was no participation recorded in the 12 month paper during 9MFY19. It is pertinent to note however that the yield curve has been on a declining trend since touching its high of 13.75%, 13.95% and 14.22% for 3-months, 6-months and 12-months T-bills respectively, depicting an inversion in the yield curve within the short tenure papers as well.

To further address demand for liquidity, the SBP conducted nine (9) auctions of Pakistan Investment Bonds (PIBs) and was successful in raising PKR 1,671.14 billion during 9MFY20 with weighted average maturity yield on 3-year, 5-year, and 10-year of 12.56%, 12.12%, and 11.98%, as compared to 9.07%, 10.29%, and 10.18% respectively, during the same period last year. It is pertinent to note that bids were received and accepted in 20-year tenure PIB with the weighted average yield of 11.80%, after a gap of more than 5 years. In the recent auction result held in mid of April, it was encouraging to note that the weighted average maturity yields for 5 year/ 10 years had fallen by 222.65bps/177.94bps to 8.7085%/ 8.9725% respectively.

The Monetary Policy Committee (MPC) announced six (6) Monetary Policy Statements (MPS) in 9MFY20 where the committee cut the interest rate cumulatively by 225bps to 11.00%. In its recent emergency MPS held on March 25th 2020, the MPC decided to cut the policy rate further by 150bps amid the Covid-19 pandemic with an aim to cushion the slowdown in growth rate while maintaining its inflation outlook. The SBP conducted 93 Open Market Operations (OMO) in 9MFY20 of different maturities, in which it injected an average amount of PKR561.20 billion per OMO at an average cut-off yield of 13.19%, and mopped up an average amount of PKR214.01 billion per OMO at an average cut-off yield of 12.49%.

As per the auction calendar of the SBP, it will raise PKR330 billion by issuing 3 year to 20 year tenor Pakistan Investment Bonds (PIBs) and PKR2.30 trillion by issuing 3 months to 12-months tenor T-Bills to pay back the maturing debt of PKR1.98 trillion, in the next quarter. In addition, SBP will raise another PKR150 billion through the auction of a 10-Year Floating PIB, in the next quarter.

FUTURE OUTLOOK:

Following the expectations of a contraction in the economy by various international organizations, the IMF estimates Pakistan's GDP to contract by 1.5% during FY20, a first in the country's history since its independence in 1947. The State Bank of Pakistan took an unorthodox step of curtailing the policy rate further by 200bps to 9% p.a. in its latest monetary policy in an attempt to support the ailing economy. The emergency rate cut came on back of improved inflation outlook following a plunge in commodity prices. Market positively reacted to the step taken by SBP and surged by 2,170 (6.93%) subsequent two days as the rate cut will provide much needed cushion primarily by reducing borrowing cost and debt service burden on individuals and firms, as well as maintain financial stability.

Like stock markets globally, commodities have been no exception and volatility in the international crude oil prices led by deteriorating fundamentals has pushed prices to historical lows and is expected to drive the local benchmark index as Oil and Gas exploration sector which represents 11.8% of the index weight with earnings linked to global crude prices. Monetary easing by the central bank is also expected to result in a decline in Net interest Income of the Banking sector (Index Weight: 25.4%). While on the one hand valuations remain compelling, investor sentiment will remain mixed to negative in the short term as index heavy weights absorb the new norm following the pandemic. With the upcoming result season, near term market performance will largely be guided by earnings reads and how well the market perceives that companies have performed during these testing times. The KSE-100 index currently trades at a forward Price-to-earnings (P/E) and Dividend Yield (DY) of 5.4x and 9.5% respectively as compared to Regional Markets P/E and DY of 10.3x and 3.3% respectively.

Reportedly, Pakistan has asked world lenders to provide debt relief to developing countries so that countries should focus on combating COVID-19 devastation efficiently where economic costs of containment remain substantial. Pakistan has paid \$7bn in first half of the Fiscal Year, whereas it is scheduled to pay another \$11.8bn, \$6.2bn, \$7.8bn and \$5.8bn during FY20-FY23 respectively. Pakistan is planning to renegotiate payment of some of its external debt which will help the country maintain its reserve positions and arrest volatility in the local currency. Recently the IMF announced the disbursement of \$1.4 billion to support Pakistan's efforts in containing the economic cost resulting from the virus, plus providing relaxation for repayment of loans for the upcoming year are significant positives, the impact of which will be much more visible as the country returns to normality. More importantly, the said incentives will support foreign exchange reserves and Current Account Deficit, while a stable Pak rupee will boost investor confidence and provide impetus to economic activity and in turn the stock market. On the Fixed Income side, In the recent auction result held in mid of April, weighted average maturity yields for 5 year/ 10 years had fallen by 222.65bps/177.94bps to 8.7085%/ 8.9725% respectively. This rapid decrease in short term and long term yields of Government bonds suggests a market consensus of a foreseeable decline in interest rates by the central bank. Recently Government of Pakistan has announced various fiscal measures to boost the economic

activity. The incentive offered include: PKR 200bn for labor unemployed due to Pandemic COVID, PKR 100bn tax refunds for Export Industry, Ehsas Program for Low income families, PKR 100bn and deferral of interest payment for SME, PKR 280 billion for procurement of Wheat, and deferent exemptions for construction sector. The said incentive may rejuvenate halted economic activity in the current crisis situation. Investor is closely watching the increase in cases of COVID-19 and resumptions of economic activity before making any investment decision.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Abdul Karim Memon
Chairman

Karachi: April 29, 2020

FUND MANAGER'S REPORT

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

Open - end Scheme investing in Equity Securities of KSE-100 Index.

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

The Objective of the AKD Index Tracker Fund (AKDITF) is to trail the return of KSE-100 Index and provide investors with a high quality, in-depth diversification instrument.

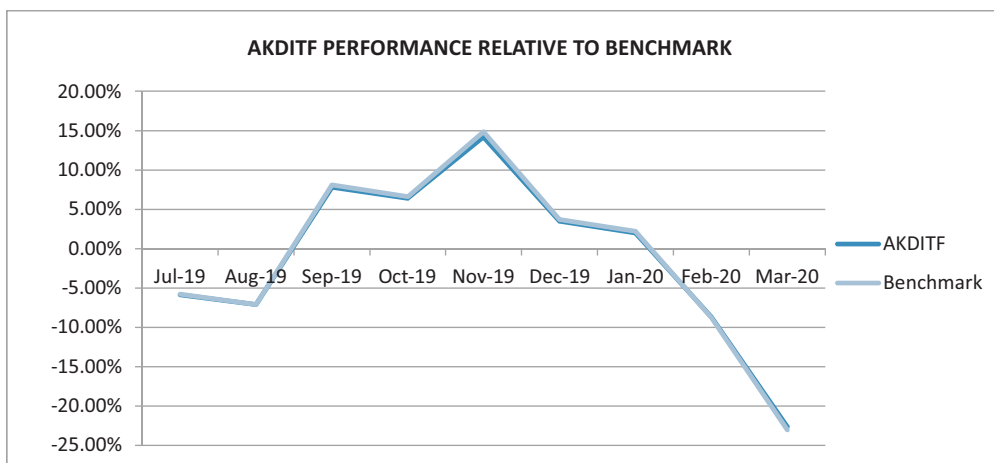
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 9MFY20, the return of AKD Index Tracker Fund stood at -14.65% compared to the benchmark KSE-100 Index return of -13.78%.

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

KSE-100 Index

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



Monthly return	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20
AKDITF	-5.87%	-7.10%	7.82%	6.38%	14.17%	3.47%	2.01%	-8.68%	-22.67%
Benchmark	-5.79%	-7.10%	8.11%	6.62%	14.86%	3.68%	2.20%	-8.76%	-23.04%

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

AKD Index Tracker Fund is a passively managed open - end Equity portfolio; its performance is directly linked to the performance of KSE-100 Index with up to 85% accuracy. The Fund Manager attempts to trail the movement of the Index by using the weights of the respective stocks in the KSE-100 Index.

vii) **Disclosure of Collective Investment Scheme's asset allocation as the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Asset)	31-Mar-20	31-Dec-19
Equities	94.85%	97.84%
Cash	3.19%	1.54%
Other Assets	1.96%	0.62%

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

9MFY20 Return	-14.65%
Benchmark (annualized)	-13.78%

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

Net Asset Value			NAV Per Unit	
31-Mar-20	31-Dec-19	Change	31-Mar-20	31-Dec-19
(Rupees In "000")			Rs.	
321,511	445,291	-27.80%	9.50	13.18

x) **Statement on the characteristics and general composition of the index:**

AKD Index Tracker Fund tracks the returns of the KSE-100 Index with up to 85% accuracy, providing investors with high quality, in depth diversification instrument.

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:

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Significant sectors hampering the index down during 9MFY20 included: 1) Commercial Banks (-21.67%), 2) Oil and Gas Exploration Companies (-35.87%), 3) Power Generation and Distribution (-18.53%), 4) Oil Marketing Companies (-24.93%) and 5) Tobacco (-37.97%). Commercial Banks and Exploration sectors remained in limelight due to monetary easing and declining international Oil Prices (Brent: \$22.74/bbl., FYTD: -65.1%). Moreover, some of the losses were compensated due to positive contribution from Cement (+8.50%), Pharmaceuticals (6.12%) and Leather and Tanneries (62.87%).

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Going forward we expect a reversal in the trend in index as significant correction of the market has opened up valuations where KSE-100 is currently trading at a forward P/E multiple of 5.4x compared to Asia Pacific regional average of 10.3x. SBP in its last Monetary Policy has further slashed interest rates by 2% to 9%, taking the cumulative monetary easing to 4.25%. Much awaited monetary easing will provide impetus to the index, along with the upcoming result announcements for the quarter ending March which will further drive direction of the index. However, recent announcement of relaxation in debt payment and disbursement of \$1.4 billion cannot be overlooked. Furthermore, the recently bailout package for the construction industry with an underlying "amnesty" scheme of sorts will eventually lead to positive economic activity, while in the meantime investors will remain focused for now on the spread of the virus and eventual opening of the country for business, as we believe this is an opportune time to accumulate stocks.

FUTURE OUTLOOK:

Following the expectations of a contraction in the economy by various international organizations, the IMF estimates Pakistan's GDP to contract by 1.5% during FY20, a first in the country's history since its independence in 1947. The State Bank of Pakistan took an unorthodox step of curtailing the policy rate further by 200bps to 9% p.a. in its latest monetary policy in an attempt to support the ailing economy. The emergency rate cut came on back of improved inflation outlook following a plunge in commodity prices. Market positively reacted to the step taken by SBP and surged by 2,170 (6.93%) subsequent two days as the rate cut will provide much needed cushion primarily by reducing borrowing cost and debt service burden on individuals and firms, as well as maintain financial stability.

Like stock markets globally, commodities have been no exception and volatility in the international crude oil prices led by deteriorating fundamentals has pushed prices to historical lows and is expected to drive the local benchmark index as Oil and Gas exploration sector which represents 11.8% of the index weight with earnings linked to global crude prices. Monetary easing by the central bank is also expected to result in a decline in Net interest Income of the Banking sector (Index Weight: 25.4%). While on the one hand valuations remain compelling, investor sentiment will remain mixed to negative in the short term as index heavy weights absorb the new norm following the pandemic. With the upcoming result season, near term market performance will largely be guided by earning reads and how well the market perceives that companies have performed during these testing times. The KSE-100 index currently trades at a forward Price-to-earnings (P/E) and Dividend Yield (DY) of 5.4x and 9.5% respectively as compared to Regional Markets P/E and DY of 10.3x and 3.3% respectively.

Reportedly, Pakistan has asked world lenders to provide debt relief to developing countries so that countries should focus on combating COVID-19 devastation efficiently where economic costs of containment remain substantial. Pakistan has paid \$7bn in first half of the Fiscal Year, whereas it is scheduled to pay another \$11.8bn, \$6.2bn, \$7.8bn and \$5.8bn during FY20-FY23 respectively. Pakistan is planning to renegotiate payment of some of its external debt which will help the country maintain its reserve positions and arrest volatility in the local currency. Recently the IMF announced the disbursement of \$1.4 billion to support Pakistan's efforts in containing the economic cost resulting from the virus, plus providing relaxation for repayment of loans for the upcoming year are significant positives, the impact of which will be much more visible as the country returns to normality. More importantly, the said incentives will support foreign exchange reserves and Current Account Deficit, while a stable Pak rupee will boost investor confidence and provide impetus to economic activity and in turn the stock market.

On the Fixed Income side, In the recent auction result held in mid of April, weighted average maturity yields for 5 year/ 10 years had fallen by 222.65bps/177.94bps to 8.7085%/ 8.9725% respectively. This rapid decrease in short term and long term yields of Government bonds suggests a market consensus of a foreseeable decline in interest rates by the central bank.

Recently Government of Pakistan has announced various fiscal measures to boost the economic activity. The incentive offered include: PKR 200bn for labor unemployed due to Pandemic COVID, PKR 100bn tax refunds for Export Industry, Ehsas Program for Low income families, PKR 100bn and deferral of interest payment for SME, PKR 280 billion for procurement of Wheat, and deferral exemptions for construction sector. The said incentive may rejuvenate halted economic activity in the current crisis situation. Investor is closely watching the increase in cases of COVID-19 and resumption of economic activity before making any investment decision.

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 Fund manager's report, not otherwise disclosed in the financial statements.

There were no significant changes in the state of affairs during the period under review.

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

There were no unit splits during the period.

xiv) Break down of unit holdings by size:

Range (Units)	No. of Investors
0.1 - 9,999	629
10,000 - 49,999	27
50,000 - 99,999	4
100,000 - 499,999	4
500,000 and above	2
	666

xv) Disclosure of circumstances that materially affect any interests of unit holders:

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.

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2020

	Note	(Unaudited) March 31, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2019
Assets			
Bank balances	4	10,545	10,605
Investments	5	313,081	365,421
Dividend and profit receivable on bank deposits	6	3,824	753
Deposits, prepayments and other receivables	7	2,631	2,624
Total assets		330,081	379,403
Liabilities			
Payable to the Management Company	8	1,917	1,656
Payable to the Trustee	9	72	71
Payable to Securities and Exchange Commission of Pakistan	10	59	402
Accrued expenses and other liabilities	11	6,522	6,484
Total liabilities		8,570	8,613
Net assets		321,511	370,790
Unit holders' fund (as per statement attached)		321,511	370,790
Contingencies and commitments	13		
		----- (Number of units) -----	
Number of units in issue		33,858,034	33,326,037
		----- (Rupees) -----	
Net assets value per unit		9.50	11.13

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

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

Imran Motiwala
Chief Executive Officer

Muhammad Munir Abdullah
Chief Financial Officer

Anum Dhedhi
Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2020

	For nine months period ended March 31,		For the quarter ended March 31,	
	2020	2019	2020	2019
Note	(Rupees in '000)			
Income				
Capital gain / (loss) on sale of investments at fair value through profit or loss	2,919	(2,223)	2,170	(205)
Net unrealised appreciation / (diminution) on remeasurement of investments at fair value through profit or loss'	(70,678)	(49,449)	(131,194)	12,351
Dividend income	16,832	16,211	5,142	4,869
Profit on bank balances	930	735	166	258
Total income / (loss)	(49,997)	(34,726)	(123,716)	17,273
Expenses				
Remuneration to the Management Company 8.1	2,202	2,455	783	783
Sales tax on the remuneration of Management Company 8.2	286	319	102	102
Remuneration to the Trustee 9.1	591	655	209	209
Sales tax on the Trustee remuneration 9.2	77	85	27	27
Annual fee to the Securities and Exchange Commission of Pakistan 10.1	59	311	21	99
Expenses allocated by the Management Company	294	327	104	104
Brokerage and settlement charges	402	360	136	125
Bank charges	4	12	-	4
Auditors' remuneration	201	194	66	66
Printing and stationery	113	117	37	49
Legal and professional charges	216	188	108	97
Fee and subscription	33	29	7	7
Sindh Workers' Welfare Fund	-	-	(1,417)	-
Total expenses	4,478	5,052	183	1,672
Net income / (loss) for the period before taxation	(54,475)	(39,778)	(123,899)	15,601
Taxation 14	-	-	-	-
Net income / (loss) for the period after taxation	(54,475)	(39,778)	(123,899)	15,601
Allocation of net income for the period:				
Net income for the period after taxation	-	-	-	-
Income already paid on units redeemed	-	-	-	-
Accounting income available for distribution:				
Relating to capital gains	-	-	-	-
Excluding capital gains	-	-	-	-
	-	-	-	-

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

For AKD Investment Management Limited (Management Company)

Imran Motiwala
Chief Executive Officer

Muhammad Munir Abdullah
Chief Financial Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2020

	For nine months period ended		For the quarter ended	
	March 31,		March 31,	
	2020	2019	2020	2019
	----- (Rupees in '000) -----			
Net income / (loss) for the period after taxation	(54,475)	(39,778)	(123,899)	15,601
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	(54,475)	(39,778)	(123,899)	15,601

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

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

Imran Motiwala
Chief Executive Officer

Muhammad Munir Abdullah
Chief Financial Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	For the nine months period ended 2020			For the nine months period ended 2019		
	------(Rupees in '000)-----			------(Rupees in '000)-----		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Net assets at beginning of the period	360,051	10,739	370,790	342,764	118,334	461,098
Issuance of 1,390,953 units (2019: 1,260,430 units)						
- Capital value (at net asset value per unit at the beginning of the period)	15,476	-	15,476	17,532	-	17,532
- Element of income	738	-	738	(297)	-	(297)
Total proceeds on issuance of units	16,213	-	16,213	17,235	-	17,235
Redemption of 858,954 units (2019: 917,126 units)						
- Capital value (at net asset value per unit at the beginning of the period)	9,557	-	9,557	9,513	-	9,513
- Amount paid out of element of income relating to net income for the year after taxation	-	-	-	-	-	-
- Element of income	1,460	-	1,460	(574)	-	(574)
Total payments on redemption of units	11,017	-	11,017	8,939	-	8,939
Total comprehensive income / (loss) for the period	-	(54,475)	(54,475)	-	(39,778)	(39,778)
Distribution during the period	-	-	-	-	(16,250)	(16,250)
Net income / (loss) for the period less distribution	-	(54,475)	(54,475)	-	(56,028)	(56,028)
Net assets at end of the period	365,247	(43,736)	321,511	351,060	62,306	413,366
Distribution for the year						
Undistributed income brought forward						
- Relating to capital gains	-	113,988	113,988	-	143,145	143,145
- Excluding capital gains	-	(103,249)	(103,249)	-	(24,811)	(24,811)
	-	10,739	10,739	-	118,334	118,334
Accounting income available for distribution						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-	-
Accounting loss for the period	-	-	-	-	(39,778)	(39,778)
Distribution during the period	-	-	-	-	(16,250)	(16,250)
Undistributed income carried forward	-	10,739	10,739	-	62,306	62,306
Undistributed income carried forward						
- Realised	-	81,417	81,417	-	193,500	193,500
- Unrealised	-	(70,678)	(70,678)	-	(131,194)	(131,194)
	-	10,739	10,739	-	62,306	62,306
Net assets value per unit at beginning of the period			(Rupees) 11.13			(Rupees) 14.42
Net assets value per unit at end of the period			9.50			12.70

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

For AKD Investment Management Limited (Management Company)

Imran Motiwala
Chief Executive Officer

Muhammad Munir Abdullah
Chief Financial Officer

Anum Dhedhi
Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2020

	For the nine months period ended		For the quarter	
	March 31, 2020	2019	March 31, 2020	2019
----- (Rupees in '000) -----				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income / (loss) for the period before taxation	(54,475)	(39,778)	(123,899)	15,601
Adjustments for:				
Capital gain on sale of investments	(2,919)	-	(2,170)	-
Net unrealised appreciation / (diminution) on remeasurement of investments at fair value through profit or loss'	70,678	49,449	131,194	(12,351)
	13,284	9,671	5,125	3,250
Decrease / (increase) in assets				
Dividend and profit receivable on bank deposits	(3,071)	(3,600)	(3,643)	(3,819)
Deposits, prepayments and other receivables	(7)	-	7	-
	(3,078)	(3,600)	(3,636)	(3,819)
Increase / (decrease) in liabilities				
Payable to the Management Company	261	(27)	46	1
Payable to the Trustee	1	(7)	(18)	-
Payable to Securities and Exchange Commission of Pakistan	(343)	(140)	21	99
Payable against redemption of units	-	-	-	(109)
Accrued expenses and other liabilities	38	153	(1,654)	66
	(43)	(21)	(1,605)	57
Investments - net	(15,419)	(3,105)	3,508	(459)
Net cash (used in) / generated from operating activities	(5,256)	2,945	3,392	(971)
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received on issue of units	16,213	17,235	3,728	320
Dividend paid	-	(16,250)	-	-
Payment against redemption of units	(11,017)	(8,939)	(3,609)	(776)
Net cash generated from / (used in) financing activities	5,196	(7,954)	119	(456)
Net decrease in cash and cash equivalents	(60)	(5,009)	3,511	(1,427)
Cash and cash equivalents at beginning of the period	10,605	13,965	7,034	10,383
Cash and cash equivalents at end of the period	10,545	8,956	10,545	8,956

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

For AKD Investment Management Limited (Management Company)

Imran Motiwala
Chief Executive Officer

Muhammad Munir Abdullah
Chief Financial Officer

Anum Dhedhi
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** AKD Index Tracker Fund (the Fund) was established under a Trust Deed, dated May 02, 2007, executed between AKD Investment Management Limited (AKDIML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 02 May 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 12, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund is registered as notified entity under Non-Banking Finance Companies and Notified Regulations, 2008.
- 1.2** 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.
- 1.3** 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.
- 1.4** The Fund is categorised as Index Tracker Scheme as per circular 7 of 2009 by SECP. As per the circular, the Fund shall strive to remain fully invested in accordance with the stated index (i.e. KSE-100 index), however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subsets during the year based on monthly average investment calculated on daily basis. The units invested amount shall be kept in cash and / or near cash instrument where near cash instrument include cash in bank (excluding TDRs), and treasury bills not exceeding 90 days maturity.
- 1.5** The Pakistan Credit Rating Company Limited (PACRA) has assigned asset manager rating of 'AM3++' to the Management Company dated February 08, 2020. Due to special nature of the Fund, performance ranking has not been taken, as the comparable benchmark is not available.
- 1.6** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as trustee of the Fund.

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; and."
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; 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, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and 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 Regulation and 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 IAS-34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.

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

2.2 Basis of measurement

This condensed financial information has 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 adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2019.

3.2 The significant judgments made by management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited financial statements of the Fund for the year ended June 30, 2019.

3.3 There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2019 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in this condensed interim financial information.

		(Unaudited) March 31, 2020	(Audited) June 30, 2019
4. BANK BALANCES	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
Savings accounts	4.1	10,156	10,112
Current accounts		389	493
		10,545	10,605

4.1 Mark-up rates on these accounts range between 11.25% to 11.50% (June 30, 2019: 10.25% to 10.5%) per annum.

		(Unaudited) March 31, 2020	(Audited) June 30, 2019
5. INVESTMENTS	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
At fair value through profit or loss			
- Listed equity securities	5.1	313,081	365,421

5.1 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 March 31, 2020			Percentage in relation to		
		As at July 1, 2019	Purchases during the period	Bonus / right issue received during the year	Sold / Disposed	As at March 31, 2020	Carrying cost	Market value	Un-realised gain / (loss) on revaluation	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
----- Rupees in '000 ----- % -----												
Shares of listed companies												
Automobile Assembler												
Atlas Honda Limited	10	3,220	-	-	300	2,920	939	1,080	141	0.34	0.34	0.00
Honda Atlas Cars (Pakistan) Limited	10	6,100	900	-	330	6,670	1,052	884	(168)	0.28	0.27	0.00
Indus Motor Company Limited	10	3,069	140	-	40	3,169	3,815	2,312	(1,503)	0.74	0.72	0.00
Millat Tractors Limited	10	5,143	300	580	750	5,273	4,029	2,865	(1,164)	0.92	0.89	0.01
Pak Suzuki Motor Company Limited	10	4,720	700	-	400	5,020	1,171	673	(498)	0.21	0.21	0.01
							11,006	7,814	(3,192)			
Automobile Parts & Accessories												
Agriauto Industries Limited	5	4,000	500	-	200	4,300	854	689	(165)	0.22	0.21	0.01
Thal Limited	5	7,171	400	-	-	7,571	2,739	2,224	(515)	0.71	0.69	0.01
							3,593	2,913	(680)			
Cable & Electrical Goods												
Pak Elektron Limited	10	58,275	-	-	-	58,275	1,167	1,082	(85)	0.35	0.34	0.01
Cement												
Bestway Cement Limited	10	6,200	800	-	-	7,000	736	651	(85)	0.21	0.20	0.00
Cherat Cement Company Limited	10	22,096	1,200	2,209	-	25,505	771	1,413	642	0.45	0.44	0.01
D. G. Khan Cement Company Limited	10	48,687	4,000	-	1,000	51,687	2,980	3,062	82	0.98	0.95	0.01
Fauji Cement Company Limited	10	179,850	-	-	1,050	178,800	2,813	2,648	(165)	0.85	0.82	0.01
Kohat Cement Company Limited	10	13,850	-	-	-	13,850	728	1,208	480	0.39	0.38	0.01
Lucky Cement Limited (note 5.1.1)	10	29,933	2,500	-	1,500	30,933	11,839	11,467	(372)	3.66	3.57	0.01
Maple Leaf Cement Factory Limited	10	60,512	53,500	51,435	49,700	115,747	2,379	2,398	19	0.77	0.75	0.02
Pioneer Cement Limited	10	26,100	4,000	-	1,000	29,100	700	806	106	0.26	0.25	0.01
							22,946	23,653	707			

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2020			Percentage in relation to		
		As at July 1, 2019	Purchases during the period	Bonus / right issue received during the year	Sold / Disposed	As at March 31, 2020	Carrying cost	Market value	Un-realised gain / (loss) on revaluation	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
----- Rupees in '000 ----- % -----												
Chemical												
Archroma Pakistan Limited	10	1,950	-	-	-	1,950	927	1,008	81	0.32	0.31	0.01
Colgate Palmolive (Pakistan) Limited	10	1,319	42	-	1	1,360	2,845	2,787	(58)	0.89	0.87	0.00
Engro Polymer & Chemicals Limited	10	70,497	8,000	-	3,900	74,597	2,071	1,829	(242)	0.58	0.57	0.01
ICI Pakistan Limited	10	3,038	300	-	50	3,288	1,773	1,665	(108)	0.53	0.52	0.00
Lotte Chemical Pakistan Limited	10	88,000	-	-	-	88,000	1,342	865	(477)	0.28	0.27	0.01
							8,958	8,154	(804)			
Close - End Mutual Fund												
HBL Growth Fund - Class A	10	57,512	-	-	-	57,512	594	488	(106)	0.16	0.15	0.02
Commercial Banks												
Allied Bank Limited	10	39,962	1,800	-	1,223	40,539	4,234	2,883	(1,351)	0.92	0.90	0.00
Askari Bank Limited	10	96,313	-	-	8,000	88,313	1,670	1,237	(433)	0.40	0.38	0.01
Bank Al Habib Limited (note 5.1.1)	10	167,832	14,800	-	9,800	172,832	13,449	9,310	(4,139)	2.97	2.90	0.02
Bank Alfalah Limited (note 5.1.1)	10	162,335	14,500	-	8,601	168,234	7,348	5,352	(1,996)	1.71	1.66	0.01
Faysal Bank Limited	10	107,180	-	-	600	106,580	2,294	1,478	(816)	0.47	0.46	0.01
Habib Bank Limited (note 5.1.1)	10	170,083	20,100	-	14,850	175,333	20,242	18,100	(2,142)	5.78	5.63	0.01
Habib Metropolitan Bank Limited	10	107,568	7,500	-	3,220	111,848	4,023	3,439	(584)	1.10	1.07	0.01
MCB Bank Limited (note 5.1.1)	10	96,728	11,300	-	8,800	99,228	17,447	14,813	(2,634)	4.73	4.61	0.01
Meezan Bank Limited	10	74,530	5,500	-	4,000	76,030	6,620	4,949	(1,671)	1.58	1.54	0.01
National Bank Of Pakistan	10	123,238	2,500	-	4,700	121,038	4,062	3,421	(641)	1.09	1.06	0.01
Standard Chartered Bank (Pakistan) Limited	10	45,848	-	-	1,000	44,848	1,006	845	(161)	0.27	0.26	0.00
The Bank Of Punjab	10	262,659	13,000	-	13,000	262,659	2,430	2,012	(418)	0.64	0.63	0.01
United Bank Limited (note 5.1.1)	10	113,829	13,600	-	10,300	117,129	17,281	11,808	(5,473)	3.77	3.67	0.01
							102,106	79,647	(22,459)			
Engineering												
International Industries Limited	10	12,000	1,000	1,200	200	14,000	1,021	1,058	37	0.34	0.33	0.01
International Steels Limited	10	35,000	-	-	4,400	30,600	1,215	1,107	(108)	0.35	0.34	0.01
							2,236	2,165	(71)			

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2020			Percentage in relation to		
		As at July 1, 2019	Purchases during the period	Bonus / right issue received during the year	Sold / Disposed	As at March 31, 2020	Carrying cost	Market value	Un-realised gain / (loss) on revaluation	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
						----- Rupees in '000 -----			----- % -----			
Fertilizer												
Engro Corporation Limited (note 5.1.1)	10	73,631	8,350	-	6,200	75,781	20,472	20,226	(246)	6.46	6.29	0.01
Engro Fertilizers Limited (note 5.1.1)	10	139,775	11,100	-	7,200	143,675	9,230	8,284	(946)	2.65	2.58	0.01
Fatima Fertilizer Company Limited	10	69,734	7,000	-	2,500	74,234	2,197	1,590	(607)	0.51	0.49	0.00
Fauji Fertilizer Bin Qasim Limited	10	72,451	7,500	-	3,050	76,901	1,443	1,019	(424)	0.33	0.32	0.01
Fauji Fertilizer Company Limited (note 5.1.1)	10	162,550	21,300	-	16,500	167,350	14,848	15,565	717	4.97	4.84	0.01
						48,190	46,684	(1,506)				
Food & Personal Care Products												
Fauji Foods Limited	10	20,000	-	-	20,000	-	-	-	-	-	-	0.00
Frieslandcampina Engro Pakistan Limited	10	16,674	2,000	-	750	17,924	1,077	977	(100)	0.31	0.30	0.00
Murree Brewery Company Limited	10	2,830	200	-	150	2,880	2,182	1,796	(386)	0.57	0.56	0.01
National Foods Limited	5	7,780	1,300	1,716	250	10,546	1,642	2,096	454	0.67	0.65	0.01
Nestle Pakistan Limited (note 5.1.1)	10	1,069	550	-	540	1,079	7,917	7,229	(688)	2.31	2.25	0.00
						12,818	12,098	(720)				
Glass & Ceramics												
Ghani Glass Limited	10	36,502	3,000	-	14,500	25,002	1,115	930	(185)	0.30	0.29	0.00
Insurance												
Adamjee Insurance Company Limited	10	56,240	10,000	-	-	66,240	2,417	1,764	(653)	0.56	0.55	0.02
EFU General Insurance Limited	10	15,237	4,000	-	2,700	16,537	1,742	1,295	(447)	0.41	0.40	0.01
IGI Holdings Limited	10	7,816	900	-	300	8,416	1,293	1,192	(101)	0.38	0.37	0.01
Jubilee Life Insurance Company Limited	10	3,547	100	364	-	4,011	836	822	(14)	0.26	0.26	0.01
						6,288	5,073	(1,215)				
Inv. Banks / Inv. Cos. / Securities Cos.												
Dawood Hercules Corporation Limited (note	10	72,396	5,800	-	3,350	74,846	8,437	7,758	(679)	2.48	2.41	0.02
Pakistan Stock Exchange Limited	10	65,000	50,000	-	1,500	113,500	1,263	897	(366)	0.29	0.28	0.01
						9,700	8,655	(1,045)				

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2020			Percentage in relation to		
		As at July 1, 2019	Purchases during the period	Bonus / right issue received during the year	Sold / Disposed	As at March 31, 2020	Carrying cost	Market value	Un-realised gain / (loss) on revaluation	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
----- Rupees in '000 ----- % -----												
Jute												
Crescent Jute Products Limited	10	500	-	-	-	500	-	-	-	-	-	-
Leasing Companies												
Orix Leasing Pakistan Limited	10	17,440	-	-	-	17,440	429	366	(63)	0.12	0.11	0.01
Leather & Tanneries												
Service Industries Limited	10	1,250	-	312	-	1,562	617	1,004	387	0.32	0.31	0.01
Miscellaneous												
Pakistan Services Limited	10	5,550	160	-	720	4,990	5,091	4,930	(161)	1.57	1.53	0.02
Shifa International Hospitals Limited	10	5,954	2,150	-	-	8,104	1,908	1,637	(271)	0.52	0.51	0.01
							6,999	6,567	(432)			
Modarabas												
First Habib Modaraba	5	14,500	28,000	-	3,500	39,000	366	355	(11)	0.11	0.11	0.02
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited (note 5.1.1)	10	5,535	520	563	260	6,358	5,945	5,666	(279)	1.81	1.76	0.00
Oil & Gas Development Company Limited *(t	10	149,537	18,800	-	14,000	154,337	20,201	11,882	(8,319)	3.80	3.70	0.00
Pakistan Oilfields Limited (note 5.1.1)	10	30,334	2,850	-	2,150	31,034	12,540	8,137	(4,403)	2.60	2.53	0.01
Pakistan Petroleum Limited (note 5.1.1)	10	129,192	17,700	26,638	14,200	159,330	19,084	11,441	(7,643)	3.65	3.56	0.01
							57,770	37,126	(20,644)			
Oil & Gas Marketing Companies												
Attock Petroleum Limited	10	5,640	400	-	300	5,740	1,678	1,355	(323)	0.43	0.42	0.01
Hascal Petroleum Limited	10	15,455	104,000	62,092	64,000	117,547	2,837	1,369	(1,468)	0.44	0.43	0.06
Pakistan State Oil Company Limited (note 5.1	10	40,163	4,900	8,232	3,000	50,295	7,255	6,111	(1,144)	1.95	1.90	0.01
Shell Pakistan Limited	10	4,751	800	-	300	5,251	962	612	(350)	0.20	0.19	0.00
Sui Northern Gas Pipelines Limited	10	64,670	4,500	-	2,000	67,170	4,672	2,479	(2,193)	0.79	0.77	0.01
Sui Southern Gas Company Limited	10	85,328	-	-	9,500	75,828	1,568	880	(688)	0.28	0.27	0.01
							18,972	12,806	(6,166)			
Paper & Board												
Packages Limited	10	6,089	-	-	900	5,189	1,560	1,185	(375)	0.38	0.37	0.01

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2020			Percentage in relation to		
		As at July 1, 2019	Purchases during the period	Bonus / right issue received during the year	Sold / Disposed	As at March 31, 2020	Carrying cost	Market value	Un-realised gain / (loss) on revaluation	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
----- Rupees in '000 ----- % -----												
Pharmaceuticals												
Abbot Laboratories (Pakistan) Limited	10	4,765	300	-	109	4,956	2,338	1,577	(761)	0.50	0.49	0.01
AGP Limited	10	22,500	-	-	2,724	19,776	1,355	1,632	277	0.52	0.51	0.01
GlaxoSmith Kline Pakistan Limited	10	11,073	1,500	-	300	12,273	1,302	2,075	773	0.66	0.65	0.00
GlaxoSmith Kline Consumer Healthcare Pakistan Limited	10	3,000	800	-	200	3,600	771	718	(53)	0.23	0.22	0.00
The Searle Company Limited	10	21,994	1,000	-	500	22,494	3,281	3,528	247	1.13	1.10	0.01
						9,047	9,530	483				
Power Generation & Distribution												
The Hub Power Company Limited (note 5.1.1.)	10	214,995	37,300	-	19,600	232,695	18,388	15,886	(2,502)	5.07	4.94	0.02
K-Electric Limited	3.5	650,648	-	-	-	650,648	2,856	1,841	(1,015)	0.59	0.57	0.00
Kot Addu Power Company Limited	10	103,779	7,000	-	3,000	107,779	3,906	2,079	(1,827)	0.66	0.65	0.01
Nishat Chunan Power Limited	10	38,465	5,000	-	2,000	41,465	734	498	(236)	0.16	0.15	0.01
Saif Power Limited	10	46,000	-	-	200	45,800	859	732	(127)	0.23	0.23	0.01
						26,743	21,036	(5,707)				
Real Estate Investment Trust												
Dolmen City REIT	10	129,500	-	-	-	129,500	1,317	1,323	6	0.42	0.41	0.01
Refinery												
Attock Refinery Limited	10	9,273	500	-	-	9,773	785	649	(136)	0.21	0.20	0.01
Byco Petroleum Pakistan Limited	10	124,000	-	-	700	123,300	790	645	(145)	0.21	0.20	0.00
National Refinery Limited	10	5,493	-	-	5,493	-	-	-	-	-	-	0.00
						1,575	1,294	(281)				
Sugar & Allied Industries												
JDW Sugar Mills Limited	10	-	2,700	-	700	2,000	684	550	(134)	0.18	0.17	0.00
Shakarganj Limited	10	9,000	-	-	9,000	-	-	-	-	-	-	0.00
						684	550	(134)				
Synthetics And Rayon												
Ibrahim Fibres Limited	10	2,000	1,600	-	-	3,600	223	232	9	0.07	0.07	0.00
Technology & Communication												
Pakistan Telecommunication Company Limited	10	140,017	-	-	2,500	137,517	1,137	1,066	(71)	0.34	0.33	0.00
Systems Limited	10	14,300	4,000	-	900	17,400	1,697	1,934	237	0.62	0.60	0.01
TRG Pakistan Limited	10	108,855	22,500	-	21,000	110,355	1,913	1,535	(378)	0.49	0.48	0.02
						4,747	4,535	(212)				

Name of the Investee Company	Face value per share (Rupees)	----- Number of shares -----					Balance as at March 31, 2020			Percentage in relation to		
		As at July 1, 2019	Purchases during the period	Bonus / right issue received during the year	Sold / Disposed	As at March 31, 2020	Carrying cost	Market value	Un-realised gain / (loss) on revaluation	Market value as percentage of investments	Market value as percentage of net assets	Investee paid up capital
						----- Rupees in '000 -----			----- % -----			
Textile Composite												
Azgard Nine Limited	10	-	100,000	-	16,200	83,800	860	707	(153)	0.23	0.22	0.02
Azgard Nine Limited-Letter of Rights	10			6,901	6,901	-	-	-	-			
Feroze1888 Mills Limited	10	-	17,700	-	-	17,700	1,680	1,388	(292)	0.44	0.43	0.00
Gul Ahmed Textile Mills Limited	10	24,000	-	4,800	-	28,800	1,131	664	(467)	0.21	0.21	0.01
Kohinoor Textile Mills Limited	10	49,695	4,000	-	500	53,195	1,375	1,377	2	0.44	0.43	0.02
Nishat (Chunian) Limited	10	23,830	2,000	-	-	25,830	917	665	(252)	0.21	0.21	0.01
Nishat Mills Limited	10	35,847	2,500	-	1,200	37,147	3,493	2,182	(1,311)	0.70	0.68	0.01
							9,456	6,983	(2,473)			
Textile Spinning												
Gadoon Textile Mills Limited	10	1,500	-	-	1,500	-	-	-	-	-	-	0.00
Indus Dyeing & Manufacturing Company Lim	10	-	600	-	-	600	324	257	(67)	0.08	0.08	0.00
							324	257	(67)			
Textile Weaving												
Shahtaj Textile Limited	10	426	-	-	-	426	41	44	3	0.01	0.01	0.00
Tobacco												
Pakistan Tobacco Company Limited	10	2,900	740	-	700	2,940	7,168	4,866	(2,302)	1.55	1.51	0.00
Philip Morris (Pakistan) Limited	10	680	140	-	40	780	2,642	1,400	(1,242)	0.45	0.44	0.00
							9,810	6,266	(3,544)			
Transport												
Pakistan International Bulk Terminal Limited	10	230,935	-	-	21,500	209,435	1,768	1,734	(34)	0.55	0.54	0.01
Vanaspati & Allied Industries												
Unity Foods Limited	10	39,774	12,500	-	500	51,774	580	512	(68)	0.16	0.16	0.01
Woollen												
Bannu Woollen Mills Limited	10	500	-	-	-	500	14	20	6	0.01	0.01	0.01
Total listed equity securities as at March 31, 2020							383,759	313,081	(70,678)			
Total listed equity securities as at June 30, 2019							468,670	365,421	(103,249)			

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* This includes 100,000 shares pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin.

5.1.1.1 These investments held by the Fund exceeded the maximum limit prescribed by the regulation 55(6) of the NBFC regulations. The said regulation state that the value of the security invested shall not exceed the weight of the security in the index or its subset. Arrangements are made to adjust these investments with the weight prescribed in the NBFC regulations. However, the financial impact is not material.

		(Unaudited) March 31, 2020	(Audited) June 30, 2019
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	313,081	365,421
Carrying amount of investments	5.1	(383,759)	(468,670)
		(70,678)	(103,249)
6. DIVIDEND AND PROFIT RECEIVABLE ON BANK DEPOSITS			
Dividend receivable		3,751	655
Profit receivable on bank balances		73	98
		3,824	753
7. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Security deposits with			
- National Clearing Company of Pakistan Limited		2,500	2,500
- Central Depository Company of Pakistan Limited		100	100
Prepayments			
- Prepaid PSX annual listing fee		7	-
Other receivables		24	-
		2,631	2,600
8. PAYABLE TO MANAGEMENT COMPANY			
Remuneration	8.1	233	235
Sales tax on management fees	8.2	30	31
Expenses allocated by the management company	8.3	294	31
Federal Excise Duty on Management Company	8.4	1,357	1,357
Others		3	2
		1,917	1,656

- 8.1** The Management Company charged remuneration at the rate of 0.75 percent per annum (June 30, 2019: 0.75 percent per annum) of the average daily net assets of the Fund. The remuneration is paid to Management Company on a monthly basis in arrears.
- 8.2** Sindh sales tax at the rate of 13% (June 30, 2019: 13%) on gross value of management fee is charged under the provisions of Sindh Sales Tax on Services Act, 2011.
- 8.3** "Uptil June 19, 2019 in accordance with Regulation 60 of the NBFC Regulations, the Management Company was entitled to charge expenses related to registrar services, accounting, operations and valuation services, related to a Collective Investment Scheme (CIS) at the rate of 0.1% of the average annual net assets of the scheme or actual whichever is less. During the year, SECP vide SRO 639 dated June 20, 2019 has removed the maximum cap of 0.1%. Accordingly, the Management Company can now charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from June 20, 2019.

However, the management continued to charge expenses at the rate of 0.1 percent of the average annual net assets of the Fund for the periods i.e. from July 1, 2019 to March 31, 2020."

- 8.4** "The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013. As the asset management services rendered by the Management Company of the Fund were already subject to Provincial Sales Tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

'On September 4, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

'With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016."

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made amounting to Rs 1.357 million is being retained in the condensed interim financial information of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at March 31, 2020 would have been higher by Re 0.0400 per unit (June 30, 2019: Re 0.0407 per unit).

		(Unaudited) March 31, 2020	(Audited) June 30, 2019
9. PAYABLE TO THE TRUSTEE	Note	---- (Rupees in '000) ----	
Trustee fee	9.1	64	63
Sindh Sales Tax	9.2	8	8
		72	71

- 9.1** The Trustee fee is entitled to monthly remuneration for services under the provision of Trust Deed.

Net assets upto 1 billion

Rs. 0.2% per annum of the daily average net assets of the Fund.

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Net assets upto 1 billion

Rs. 2 million plus 0.1% per annum of the daily average net assets of the Fund.

- 9.2 Sindh sales tax at the rate of 13% (June 30, 2019: 13%) on gross value of management fee is charged under the provisions of Sindh Sales Tax on Services Act, 2011.

		(Unaudited) March 31, 2020	(Audited) June 30, 2019
10. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)	Note	---- (Rupees in '000) ----	----
Annual fee payable to SECP	10.1	<u>59</u>	<u>402</u>

- 10.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a Collective Investment Scheme categorised as a equity scheme was required to pay an annual fee, to the Securities and Exchange Commission of Pakistan, an amount equal to 0.095 percent of the average annual net assets of the scheme. However, as per S.R.O. 685(i) / 2019 dated June 28, 2019, effective from July 01, 2019, all categories of Collective Investment Schemes are now required to pay annual fee at an amount equal to 0.02 percent of the average annual net assets of the scheme. The fee is payable annually in arrears.

		(Unaudited) March 31, 2020	(Audited) June 30, 2019
11. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	---- (Rupees in '000) ----	----
Brokerage payable		21	24
Auditors' remuneration		199	266
Printing charges payable		201	100
Provision for Sindh Workers Welfare Fund	11.1	2,179	2,179
Unclaimed dividend		3,728	3,728
Others		194	187
		<u>6,522</u>	<u>6,484</u>

- 11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.5 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs/mutual funds, the MUFAP recommended that as a matter of abundant caution provision in respect of SWWF should be made with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015).

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Had the SWWF not been provided for the period, the NAV per unit of Fund would have been higher by Re 0.0644 (June 30, 2019: Re 0.0654).

12. TOTAL EXPENSE RATIO

The total expense ratio of the Fund is 1.53% and this includes 0.15% representing Government levy and SECP fee. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a Collective Investment Scheme categorized as a Index Scheme.

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2020 and June 30, 2019.

14. TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of the accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause I I A of Part IV to the Second Schedule of the Income Tax Ordinance, 2001. Supertax introduced in Finance Act, 2015 is also not applicable on funds (Section 48 of Income Tax Ordinance, 2001). The management intends to distribute the income earned by the Fund during the year to the unit holders in cash in the manner as explained above, accordingly, no provision for current and deferred tax has been made in this condensed financial information.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons of the Fund includes the Management Company, other Collective Investment Schemes managed by the Management Company, the Trustee, AKD Securities Limited, directors, officers, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund.

The transactions with connected persons / related parties are in the normal course of business and are carried out an 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 Fund.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in this condensed interim financial information, are as follows:

	(Un-audited) For the half year ended March 31, 2020	(Audited) March 31, 2019
	(Rupees in '000)	
AKD Investment Management Limited - Management Company of the Fund		
Remuneration for the period	2,202	2,455
Sindh Sales tax on Management Company's Remuneration	286	319
Allocated expenses by the Management Company	294	327
Sales Load	1	3
 AKD Securities Limited - Brokerage House		
Commission paid on purchase and sale of marketable securities	7	-

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	(Un-audited) For the half year ended March 31, 2020	(Audited) March 31, 2019
	(Rupees in '000)	
National Bank of Pakistan Employees Pension Fund (having invested more than 10% in the units of the Fund)		
Units issued : Nil (2019: 926,031)	-	12,881
Dividend paid	-	14,721
AKD Investment Management Limited Staff Provident Fund		
Units issued : Nil (2019: 177,910)	-	2,261
Redemption of units : 459,875 (2019: 374,985)	6,122	5,009
Dividend paid	-	161
Central Depository Company of Pakistan Limited - Trustee		
Trustee Fee	591	655
Central Depository Service charges	9	5
Sindh Sales Tax on Trustee Fee and CDS Charges	78	86
Balances outstanding at the period / year end	(Un-Audited)	(Audited)
	March 31,	June 30,
	2020	2019
	(Rupees in '000)	
AKD Investment Management Limited - Management Company of the Fund		
Remuneration payable	233	235
Allocated expenses by management company payable	294	31
Payable to Management Company - Others	1	1
Sindh sales tax payable on Management Company's remuneration	30	31
Federal Excise Duty payable on Management Company's remuneration	1,357	1,357
Sales Load payable	2	1
Payable to Central Depository Company of Pakistan - Trustee		
Remuneration payable	64	62
Security deposit	100	100
CDS charges payable	1	1
Sales tax CDS charges & Trustee Fee payable	8	8
AKD Securities Limited - Brokerage House		
Commission Payable on purchase and sale of marketable securities	1	-

	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
(Rupees in '000)		
Mr. Aqeel Karim Dhedhi - Chairman of the Group		
Units outstanding - 390 (30 June 2019: 390) units	4	4
AKD Investment Management Limited		
Staff Provident Fund		
Number of units outstanding : Nil (30 June 2019: 459,875)	-	5,117
National Bank of Pakistan Employees		
Pension Fund (having invested more than 10% in the units of the Fund)		
Number of units outstanding : 29,898,676 88.31% of the total units in issue as at the period end) (30 June 2019 : 29,898,676 (89.72% of the total units in issue as at the year end))	283,915	332,656

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

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

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

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

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

Akd Index Tracker Fund - Quarterly Report March 2020

		March 31, 2020 (Un-audited)						
		Carrying amount			Fair Value			
		Fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
On-balance sheet financial instruments	Note	----- (Rupees in '000) -----						
Financial assets measured at fair value								
Investments		313,081	-	313,081	312,593	488	-	313,081
Financial assets not measured at fair value								
	16.1							
Bank balances		-	10,545	10,545				
Dividend and profit receivable on bank deposits		-	3,824	3,824				
Deposits, prepayments and other receivables		-	2,631	2,631				
		-	17,000	17,000				
Financial liabilities not measured at fair value								
	16.1							
Payable to the Management Company		-	1,917	1,917				
Payable to the Trustee		-	72	72				
Payable to Securities and Exchange Commission of Pakistan		-	59	59				
Accrued expenses and other liabilities		-	6,522	6,522				
			8,570	8,570				
		June 30, 2019 (Audited)						
		Carrying amount			Fair Value			
		Fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
On-balance sheet financial instruments		----- (Rupees in '000) -----						
Financial assets measured at fair value								
Investments		365,421	-	365,421	365,421	-	-	365,421
Financial assets not measured at fair value								
	16.1							
Bank balances		-	10,605	10,605				
Dividend and Profit receivable on bank deposits		-	753	753				
Deposits, prepayments and other receivables		-	2,624	2,624				
		-	13,982	13,982				
Financial liabilities not measured at fair value								
	16.1							
Payable to the Management Company		-	1,656	1,656				
Payable to Trustee		-	71	71				
Payable to Securities and Exchange Commission of Pakistan		-	402	402				
Accrued expenses and other liabilities		-	6,484	6,484				
		-	8,613	8,613				

16.1 The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 29, 2020.

18. GENERAL

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

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

For AKD Investment Management Limited
(Management Company)

Imran Motiwala
Chief Executive Officer

Muhammad Munir Abdullah
Chief Financial Officer

Anum Dhedhi
Director



**AKD Investment
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