

Quarterly Report

September 30, 2024

(Un-audited)



Funds Managed by:
AKD Investment Management Ltd

Partner with AKD
Profit form the Experience



**AKD Investment
Management Ltd.**

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. Khalid Mehmood

Chief Executive Officer

Mr. Imran Motiwala

Director(s)

Ms. Anum Dhedhi
Ms. Aysha Ahmed
Mr. Ali Wahab Siddiqi
Mr. Hasan Ahmed
Mr. Abid Hussain
Mr. Khalid Mehmood
Mr. Imran Motiwala

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 INERNAT AUDIT OF THE MANAGEMENT COMPANY

Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW)

AUDIT AND RISK MANAGEMENT COMMITTEE

Mr. Abid Hussain (Chairman)
Ms. Aysha Ahmed (Member)
Mr. Ali Wahab Siddiqui (Member)
Mr. Hasan Ahmed (Member)
Ms. Tayyaba Masoom Ali, ACA (ICAP & ICAEW) (Secretary)

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

Mr. Khalid Mahmood (Chairman)
Mr. Imran Motiwala (Member)
Mr. Abid Hussain (Member)
Ms. Aysha Ahmed (Member)
Ms. Anum Dhedhi (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 Islamic Stock Fund (AKDISSF), AKD Cash Fund (AKDCF), AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), and AKD Islamic Daily Dividend Fund (AKDIDDF) is pleased to present its first quarter report along with the Funds' un-audited Financial Statements for the quarter ended September 30, 2024.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 1QFY25, the return of AKD Opportunity Fund stood at -1.45% compared to the benchmark KSE-100 Index return of 3.40%.

Golden Arrow Stock Fund (GASF)

For the 1QFY25, the return of Golden Arrow Stock Fund stood at -3.92% compared to the benchmark KSE-100 Index return of 3.40%.

AKD Islamic Stock Fund (AKDISSF)

For the 1QFY25, the return of AKD Islamic Stock Fund stood at -0.90% compared to the benchmark KMI-30 Index return of -1.32%.

AKD Index Tracker Fund (AKDITF)

For the 1QFY25, the return of AKD Index Tracker Fund stood at 2.76% compared to the benchmark KSE-100 Index return of 3.40%.

AKD Cash Fund (AKDCF)

For the 1QFY25, the annualized return of AKD Cash Fund stood at 20.00% compared to the benchmark return of 18.43%.

AKD Islamic Income Fund (AKDISIF)

For the 1QFY25, the annualized return of AKD Islamic Income Fund stood at 19.80% compared to the benchmark return of 10.82%.

AKD Aggressive Income Fund (AKDAIF)

For the 1QFY25, the annualized return of AKD Aggressive Income Fund stood at 22.63% compared to the benchmark return of 17.79%.

AKD Islamic Daily Dividend Fund (AKDIDDF)

For the 1QFY25, the annualized return of AKD Islamic Daily Dividend Fund stood at 18.66% compared to the benchmark return of 10.65%.

Distribution for the year ended June 30, 2024:

The Chief Executive under the authority granted by the Board of Directors approved total distribution of Rs. 2.31 per unit to the unit holders during the quarter ended September 30, 2024.

MACRO PERSPECTIVE

As we embark on FY25, Pakistan's economic landscape continues to show promising signs of recovery, driven by strategic government policies and the successful transition to a new long-term Extended Fund Facility (EFF) program of USD 7 billion with the IMF. This development has renewed investor confidence and secured essential foreign inflows, further alleviating pressures on the current account. Additionally, the effects of contained demand, improved supply chains for essential food items, ongoing fiscal and monetary consolidation, favorable global commodity prices, and a positive base effect have significantly lowered inflation. In response to these favorable conditions, the State Bank of Pakistan has proactively reduced the policy rate, aiming to stimulate investment and drive sustainable economic growth.

In its last meeting on September 12, 2024, the Monetary Policy Committee (MPC) of the SBP decided to further reduce the policy rate by 200 bps to 17.50%, taking the cumulative reduction to 450 bps since June 2024. The SBP premised its decision on sharp decline in inflation over preceding two months, which has somewhat outpaced the Committee's earlier expectations. This decline is primarily attributed to delays in implementing planned increases in administered energy prices, as well as favorable trends in global oil and food prices. Given these recent developments, the MPC assessed that the real interest rate remains adequately positive, positioning it to guide inflation toward the medium-term target of 5–7% and ensure macroeconomic stability.

In September 2024, the National Consumer Price Index (NCPI) fell to 6.93% YoY—the lowest rate since January 2021—down from 9.64% in August 2024 and significantly lower than 31.44% in September 2023. This brings the average inflation for the first quarter of FY25 to 9.19%. On a MoM basis, the NCPI decreased by 0.52%, driven primarily by a 1.38% decline in the Food Index, attributed to lower prices of perishable items. Regionally, the Urban and Rural CPI were recorded at 9.29% and 3.65%, respectively.

On the external front, the current account recorded a surplus of USD 119 million in September 2024, a significant increase from a revised surplus of USD 29 million the prior month. This shift brings the Current Account Deficit (CAD) for the first quarter of FY25 to USD 98 million, reflecting an impressive 92% reduction from USD 1,241 million during the same period last year. Furthermore, the revised CAD for FY24 was reported at USD 1,695 million, down substantially from USD 3.28 billion, marking a 48% YoY decline.

This reduction in the CAD can be attributed largely to a substantial rise in overseas workers' remittances and increased other current transfers. Total imports for the first quarter of FY25 reached USD 16.83 billion, reflecting a 12% increase compared to the same period last year. However, this rise was largely offset by a marked increase in workers' remittances. A stable exchange rate has further supported this growth, with remittances soaring to USD 8.79 billion in 1QFY25, up 39% from USD 6.33 billion in the same quarter last

year. Overall, this positive momentum in the external sector indicates robust growth in trade and remittances, enhancing the country's balance of payments and contributing to overall economic stability.

According to the data released by the SBP, the foreign exchange reserves held by the central bank stood at USD 10.74 billion by the end of 1QFY25, with the Country's liquid foreign exchange reserves reaching USD 15.40 billion. This marks a 10% increase since the beginning of the fiscal year. This surge can be primarily attributed to the disbursement of tranche under the IMF's EFF program. This increase in reserves not only enhances the Country's ability to meet its external obligations but is also likely to strengthen investor confidence in Pakistan's economic prospects. Currently, the total liquid foreign exchange reserves are USD 16.02 billion as on October 18, 2024.

Recent data indicates that the LSMI output increased by 4.68% in August 2024 compared to July 2024. However, it decreased by 2.65% when compared to August 2023. For the first two months of FY25, the LSM sector registered a modest contraction of 0.19% relative to the same period last year. The sectors contributing most significantly to this overall growth include Wearing Apparel (2.15%), Textiles (0.63%), Coke and Petroleum Products (0.51%), Tobacco (0.39%), Automobiles (0.39%), and Food (0.32%). In contrast, notable declines were observed in Furniture (-1.85%), Non-Metallic Mineral Products (-1.38%), Iron and Steel Products (-0.71%), and Electrical Equipment (-0.63%). Looking ahead, the LSMI is poised for positive growth in FY25, supported by a potential reversal in interest rates that may enhance corporate profitability through lower debt burdens, alongside improving aggregate demand as the economy recovers.

EQUITY MARKET REVIEW

In the first quarter of FY25, the equity market gained 2,669 points for a return of 3.40%, with the benchmark KSE-100 Index closing at 81,114 points. The market continued its positive momentum on the back of improving macroeconomic indicators, amid essential measures taken by the Government to ensure the country's long-term sustainability. Investor sentiment was further bolstered by successful negotiations with the IMF regarding the Extended Fund Facility (EFF) program, culminating in approval from the IMF Board at the end of September 2024 and release of first tranche of USD 1.03 billion. Additionally, a significant decline in inflation, followed by reversal in the monetary cycle, fostered a more stable economic environment.

The external account also showed notable improvement, featuring a 92% QoQ reduction in the current account deficit, alongside workers' remittances reaching USD 8.79 billion in 1QFY25. This stability, coupled with a stable exchange rate has positively influenced market sentiment.

During 1QFY25, investor participation surged by 74% compared to the same period last year, with an average daily trading volume of 487 million shares, up from 280 million shares. Foreign investors emerged as net sellers during the quarter, reporting net outflows of USD 21.73 million, a stark contrast to net inflows of USD 21.96 million in the previous year. Notable selling was observed in the Fertilizer sector

(USD 24.24 million), followed by Cement (USD 10.54 million), Oil and Gas Exploration Companies (USD 8.18 million), and Commercial Banks (USD 3.07 million). Conversely, domestic investors, including Individuals, Mutual Funds, Banks/DFIs, and NBFCs, were net buyers, with net purchases of USD 47.38 million, USD 18.80 million, USD 7.71 million, and USD 0.75 million, respectively. However, other domestic participants, such as Insurance Companies, Corporations, and Brokers, were major net sellers, with respective divestments of USD 19.21 million, USD 14.01 million, USD 10.46 million, and USD 8.56 million.

In terms of sector performance, the top gainers during the period included Oil & Gas Exploration Companies (+13.84%), Fertilizer (+16.71%), Pharmaceuticals (+21.05%), Commercial Banks (+1.59%), and Automobile Assemblers (+6.13%). In contrast, sectors that experienced declines were Power Generation & Distribution (-20.52%), Tobacco (-20.60%), Textile Composite (-7.05%), Engineering (-15.35%), and Synthetic & Rayon (-10.57%).

Looking ahead, the equity market outlook appears promising, supported by the Country's stable and improving macroeconomic conditions as stock valuations remain attractive. Strong corporate profits are surpassing expectations, further contributing to positive investor sentiment. However, political uncertainty remains the most significant downside risk which could adversely affect economic and market performance. While the overall sentiment is optimistic, investors should stay cautious and responsive to these challenges. In terms of valuation, the KSE-100 Index closed quarter at a forward Price to Earnings multiple of 3.91x, which is a 60% discount as compared to MSCI Frontier Markets P/E of 9.68x and offering a dividend yield of 10.80% still illustrating a compelling case to invest.

FIXED INCOME REVIEW

Since the SBP has started lowering policy rate in June 2024, the yields on government securities have seen a substantial reduction in both primary and secondary markets. This environment has generated heightened interest from both domestic and foreign investors seeking attractive returns on government debt securities, despite the allure of a robust equity market.

During the period, SBP conducted a total of six (6) Market Treasury Bills (MTB) auctions, where the Government managed to raise PKR 2.25 trillion against the auction target of PKR 1.84 trillion. Notably, the weighted average yields for 3, 6, and 12-month MTB were 18.61%, 18.61%, and 17.57% respectively, significantly down by 419 bps, 439 bps, and 555 bps as compared to 22.81%, 22.99%, and 23.12% during the same period last year.

To further address the need for liquidity, SBP also conducted three (3) auctions of fixed-rate Pakistan Investment Bonds (PIB) and was successful in raising PKR 334.46 billion. The weighted average yield for 3 and 5 years PIB decreased by 345 bps and 9 bps to 15.88% and 15.10%, respectively, as compared to 19.33% and 15.19% during the same period last year. Whereas, weighted average yield for 10 year PIB increased by 89 bps to 14.11% as compared to 13.22% in the same period last year.

In the market for Shariah Compliant instruments, a total of three (3) auctions were held for GOP Ijara Sukuk through the Pakistan Stock Exchange. These auctions, covering Variable Rental Rate (VRR), Fixed

Rental Rate (FRR), and Fixed Rate Discounted (FRD) instruments, successfully raised PKR 388.36 billion, against the target of PKR 400 billion.

Looking ahead to the auction target calendars for October through December 2024, the State Bank of Pakistan aims to raise PKR 5.20 trillion by issuing 3 to 12-month MTB against the maturing amount of PKR 8.82 trillion. Additionally, the SBP targets to raise PKR 650 billion through 2 to 10-year fixed-rate PIB whereas, PKR 3.80 trillion is targeted to be raised through 2 to 10-year floating-rate PIB. Moreover, the Pakistan Stock Exchange issued a notice announcing auctions for the sale of GOP Ijara Sukuk, with the target of raising PKR 610 billion in the two upcoming auction during October through November 2024.

FUTURE OUTLOOK

After extensive negotiations, the incumbent government has successfully secured the IMF board's approval for the USD 7 billion Extended Fund Facility (EFF), marking a pivotal achievement in our economic strategy. The program aims to capitalize on the macroeconomic stability achieved over the past year under the SBA by continuing efforts to strengthen public finances, reduce inflation, restore foreign exchange reserves, and eliminate economic distortions to foster growth. Key focus areas of the program includes implementing energy sector reforms, maintain a flexible exchange rate, strengthen fiscal and monetary policy, reforms to broaden the tax base, and improve State Owned Enterprises (SOE) management. Investors are closely watching these developments for insights into the future economic landscape and likewise market performance.

The Monetary Policy Committee embarked on a monetary easing stance in June 2024 and since then has reduced the policy rate by a substantial 450 bps to 17.50%, down from a historical high of 22%. This was in response to better than earlier anticipated decline in inflation which dropped to 9.64% YoY in August 2024, signaling a transition to single-digit inflation for the first time in a considerable period.

This pace of disinflation can be attributed to the impact of contained demand, reinforced by improved supply chain for essential food items, ongoing fiscal and monetary consolidation efforts, favorable global commodity prices, delays in upward adjustments in administered energy prices, and a favorable base effect. While inflation is on a downward trend and is expected to continue this trajectory, it remains vulnerable to risks such as the timing and magnitude of future adjustments in administered energy prices, volatility in global commodity markets, and potential new taxation measures to address revenue shortfalls. The central bank projects that average inflation for FY25 will fall below the previously estimated range of 11.5% to 13.5%. However, this outlook is contingent upon achieving targeted fiscal consolidation and the timely realization of anticipated external inflows.

According to the Government's Annual Plan 2024-25, the economy is expected to achieve a growth rate of 3.6%. This growth will be driven by robust performances in the industrial and services sectors, projected to grow by 4.4% and 4.1% respectively, while the agriculture sector is anticipated to grow at 2.0%. Looking ahead, key drivers of market performance that are likely to sustain investor confidence include progress in securing board's approval for a larger IMF program and potential inflows from other sources. However,

political uncertainty and any further delays in inflows from foreign partners pose significant downside risks to the market's performance.

For and on behalf of the board

Imran Motiwala
Chief Executive Officer

Khalid Mahmood
Chairman

FUND INFORMATION

AKD Index Tracker Fund



Management Company

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

Trustee

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

Bankers

Askari Bank Limited
Bank Al Falah Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
United Bank Limited

Auditors

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

Legal Advisor

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

Registrar

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

Distributor

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

Rating: Asset Management Company

PACRA: AM3++

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 with up to 85% accuracy and provide investors with a high quality, in-depth diversification instrument.

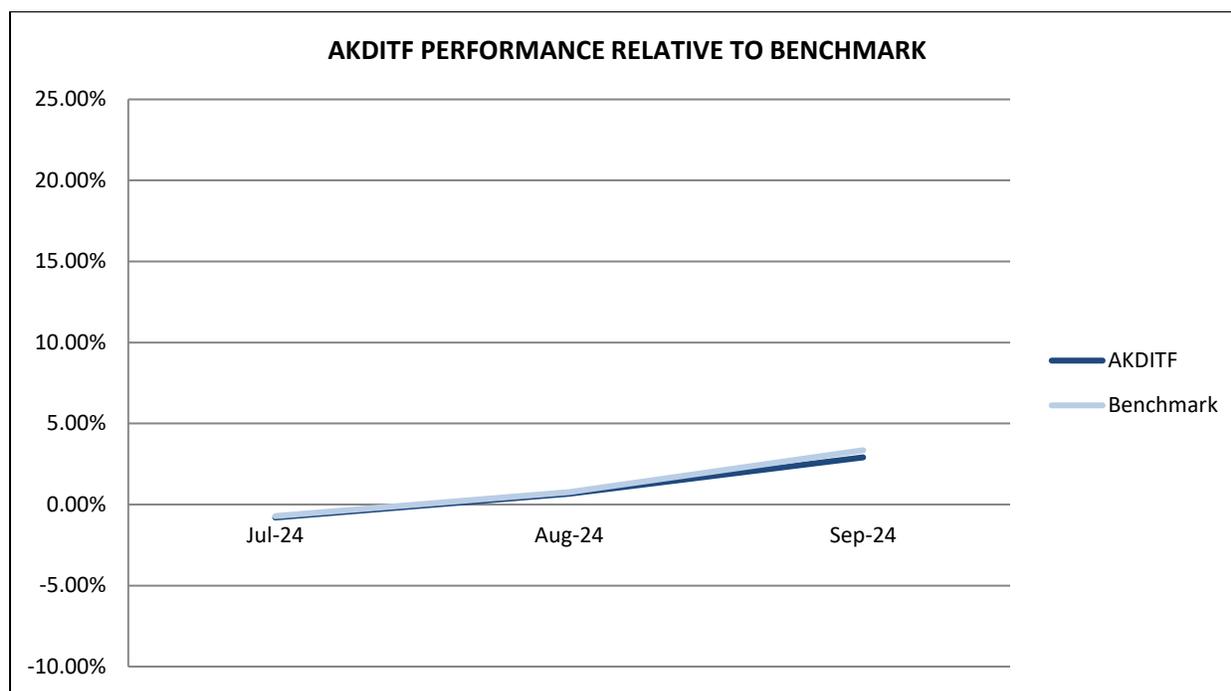
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY25, the return of AKD Index Tracker Fund stood at 2.76% compared to the benchmark KSE-100 Index return of 3.40%.

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-24	Aug-24	Sep-24
AKDITF	-0.80%	0.67%	2.91%
Benchmark	-0.71%	0.77%	3.35%

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. AKDITF is fully complied with the relevant policies and procedures as per fund's regulatory requirement.

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

Asset Allocation (% of Total Asset)	30-Sep-24	30-Jun-24
Equities	94.93%	97.70%
Cash	3.36%	0.44%
Other Assets including Receivables	1.70%	1.86%

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

1QFY25 Return	2.76%
Benchmark Return	3.40%

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

Net Assets Value		NAV Per Unit		
30-Sep-24	30-Jun-24	Change in Net Assets	30-Sep-24	30-Jun-24
(Rupees In "000")			Rs.	Rs.
853,946	823,506	3.70%	21.5119	20.9332

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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lowered inflation. In response to these favorable conditions, the State Bank of Pakistan has proactively reduced the policy rate, aiming to stimulate investment and drive sustainable economic growth.

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LSM sector registered a modest contraction of 0.19% relative to the same period last year. The sectors contributing most significantly to this overall growth include Wearing Apparel (2.15%), Textiles (0.63%), Coke and Petroleum Products (0.51%), Tobacco (0.39%), Automobiles (0.39%), and Food (0.32%). In contrast, notable declines were observed in Furniture (-1.85%), Non-Metallic Mineral Products (-1.38%), Iron and Steel Products (-0.71%), and Electrical Equipment (-0.63%). Looking ahead, the LSMI is poised for positive growth in FY25, supported by a potential reversal in interest rates that may enhance corporate profitability through lower debt burdens, alongside improving aggregate demand as the economy recovers.

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surpassing expectations, further contributing to positive investor sentiment. However, political uncertainty remains the most significant downside risk which could adversely affect economic and market performance. While the overall sentiment is optimistic, investors should stay cautious and responsive to these challenges. In terms of valuation, the KSE-100 Index closed quarter at a forward Price to Earnings multiple of 3.91x, which is a 60% discount as compared to MSCI Frontier Markets P/E of 9.68x and offering a dividend yield of 10.80% still illustrating a compelling case to invest.

FUTURE OUTLOOK:

After extensive negotiations, the incumbent government has successfully secured the IMF board's approval for the USD 7 billion Extended Fund Facility (EFF), marking a pivotal achievement in our economic strategy. The program aims to capitalize on the macroeconomic stability achieved over the past year under the SBA by continuing efforts to strengthen public finances, reduce inflation, restore foreign exchange reserves, and eliminate economic distortions to foster growth. Key focus areas of the program includes implementing energy sector reforms, maintain a flexible exchange rate, strengthen fiscal and monetary policy, reforms to broaden the tax base, and improve State Owned Enterprises (SOE) management. Investors are closely watching these developments for insights into the future economic landscape and likewise market performance.

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This pace of disinflation can be attributed to the impact of contained demand, reinforced by improved supply chain for essential food items, ongoing fiscal and monetary consolidation efforts, favorable global commodity prices, delays in upward adjustments in administered energy prices, and a favorable base effect. While inflation is on a downward trend and is expected to continue this trajectory, it remains vulnerable to risks such as the timing and magnitude of future adjustments in administered energy prices, volatility in global commodity markets, and potential new taxation measures to address revenue shortfalls. The central bank projects that average inflation for FY25 will fall below the previously estimated range of 11.5% to 13.5%. However, this outlook is contingent upon achieving targeted fiscal consolidation and the timely realization of anticipated external inflows.

According to the Government's Annual Plan 2024-25, the economy is expected to achieve a growth rate of 3.6%. This growth will be driven by robust performances in the industrial and services sectors, projected to grow by 4.4% and 4.1% respectively, while the agriculture sector is anticipated to grow at 2.0%. Looking ahead, key drivers of market performance that are likely to sustain investor confidence include progress in securing board's approval for a larger IMF program and potential inflows from other sources. However, political uncertainty and any further delays in inflows from foreign partners pose significant downside risks to the market's performance.

- 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
0.0001 to 9,999	608
10000 to 49999	32
50,000 - 99,999	5
100,000 - 499,999	4
500,000 and above	3
Total	652

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.

**AKD INDEX TRACKER FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2024**

		September 30 2024 (Un-audited)	June 30 2024 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	6	33,176	12,766
Investments	7	829,943	818,616
Dividend and profit receivable on bank deposits		19,764	454
Deposits and other receivables		2,729	2,680
Total assets		885,612	834,516
LIABILITIES			
Payable to AKD Investment Management Limited - Management Company	8	4,370	1,923
Payable to Central Depository Company of Pakistan Limited - Trustee	9	598	268
Payable to Securities and Exchange Commission of Pakistan	10	308	107
Accrued expenses and other liabilities	11	9,434	4,941
Unclaimed dividend		43	3,771
Payable against redemption of units		16,877	-
Payable against purchase of investments		36	
Total liabilities		31,666	11,010
NET ASSETS		853,946	823,506
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		853,946	823,506
CONTINGENCIES AND COMMITMENTS	12		
		----- (Number of Units) -----	
NUMBER OF UNITS IN ISSUE		39,696,459	39,339,614
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		21.51	20.93

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

Acting Chief Financial Officer

**AKD INDEX TRACKER FUND
CONDENSED INTERIM INCOME STATEMENT(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024**

for the quarter ended
September 30,
Unaudited Unaudited
2024 **2023**
----- (Rupees in '000) -----

INCOME

Capital gain/(loss) on sale of investments classified as 'at fair value through profit or loss'	(27)	404
Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'at fair value through profit or loss'	7,133	35,322
Dividend income	18,387	12,211
Profit on bank deposits	870	545

Total income/(loss)

26,363 **48,482**

EXPENSES

Remuneration of AKD Investment Management Limited - Management Company	2,103	892
Sindh Sales tax on remuneration of Management Company	313	116
Remuneration of Central Depository Company of Pakistan Limited - Trustee	422	239
Sindh Sales tax on remuneration of Trustee	63	31
Annual fee to the Securities and Exchange Commission of Pakistan	200	113
Expenses allocated by Management Company	-	119
Auditors' remuneration	87	87
Brokerage	-	35
Printing and stationery	-	-
Legal and professional charges	54	62
Settlement and bank charges	-	5
Fee and subscription	-	86
Annual listing fee	8	-
Transaction charges	19	-
Advertisement and Marketing Expense	211	-

Total expenses

3,481 1,785

Net income/(loss) for the period before taxation

22,882 46,697

Taxation

- -

Net income/(loss) for the period after taxation

22,882 46,697

Allocation of income for the period

Net income for the period after taxation	22,882	46,697
Income already paid on units redeemed	3	-
	22,885	46,697

Accounting income available for distribution

Relating to capital gain	7,106	35,726
Excluding capital gains	15,779	10,971
	22,885	46,697

Earnings per unit

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

Acting Chief Financial Officer

**AKD INDEX TRACKER FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024**

	for the quarter ended September 30,	
	Unaudited 2024	Unaudited 2023
	----- (Rupees in '000) -----	
Net income/(loss) for the period after taxation	22,882	46,697
Other comprehensive income for the period	-	-
Total comprehensive income for the period	22,882	46,697

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

Acting Chief Financial Officer

**AKD INDEX TRACKER FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024**

	for the Quarter ended september 2024			for the Quarter ended september 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	487,409	336,097	823,506.65	372,484	50,400	422,884
Issue of 2,498,673 (2023: 3,145,771) units						
- Capital value (at Ex-Net asset value per unit at the beginning of year)	52,304	-	52,304	39,115	-	39,115
- Element of income	566	-	566	4,085	-	4,085
Total proceeds on issuance of units	52,871	-	52,871	43,200	-	43,200
Redemption of 2,141,827 (2023: 3,130,737) units						
- Capital value (at Ex-Net asset value per unit at the beginning of year)	(44,835)	-	(44,835)	38,928	-	38,928
- Element of income	(481)	3	(478)	4,623	-	4,623
Total payments on redemption of units	(45,316)	3	(45,313)	43,551	-	43,551
Total comprehensive income/(loss) for the period	-	22,882	22,882	-	46,697	46,697
Refund of capital	-	-	-	-	-	-
Net income/(loss) for the period less distribution	-	22,882	22,882	-	46,697	46,697
Net assets at end of the period	494,964	358,982	853,946	459,235	97,097	469,230
Undistributed income brought forward						
- Realised income		39,393			95,284	
- Unrealised income		296,704			(44,884)	
		336,097			50,400	
Accounting income available for distribution						
- Relating to capital gains		7,106			35,726	
- Excluding capital gains		15,779			10,971	
		22,885			46,697	
Net loss for the period after taxation		-			-	
Undistributed income carried forward		358,982			97,097	
Undistributed income carried forward						
- Realised income		351,849			61,775	
- Unrealised income / (loss)		7,133			35,322	
		358,982			97,097	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		20.93			12.43	
Net assets value per unit at end of the period		21.51			13.79	

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

Acting Chief Financial Officer

**AKD INDEX TRACKER FUND
CONDENSED INTERIM CASH FLOW STATEMENT(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024**

for the quarter ended
September 30,
Unaudited Unaudited
2024 2023

Note ----- (Rupees in '000) -----

CASH FLOWS FROM OPERATING ACTIVITIES

Net income/(loss) for the period after taxation **22,882** 46,697

Adjustments for non cash items and other items:

Unrealised (appreciation) / diminution on remeasurement of
investments classified as 'at fair value through profit or loss'
Capital gain/(loss) on sale of investment **(7,133)** (35,322)
27 (404)
15,776 10,971

Decrease / (increase) in assets

Dividend and profit receivable on bank deposits **(19,310)** (4,020)
Deposits and other receivables **(49)** (23)
(19,359) (4,043)

Increase / (decrease) in liabilities

Payable to AKD Investment Management Limited - Management Company **2,447** 38
Payable to Central Depository Company of Pakistan Limited - Trustee **330** 7
Payable against redemption of units **16,877** -
Unclaimed dividend **(3,728)**
Payable against purchase of investments **36**
Payable to Securities and Exchange Commission of Pakistan **201** (48)
Accrued expenses and other liabilities **4,493** (6,696)
20,656 (6,699)

Investment - net **(4,221)** (6,202)

Net cash generated from / (used in) operating activities **12,852** (5,973)

CASH FLOWS FROM FINANCING ACTIVITIES

Amount received on issue of units **52,871** 43,200
Payment against redemption of units **(45,313)** (43,551)
Net cash flows (used in) / generated from financing activities **7,558** (351)

Net increase/(decrease) in cash and cash equivalents during the period **20,410** (6,324)

Cash and cash equivalents at beginning of the period **12,766** 20,543

Cash and cash equivalents at end of the period **33,176** 14,219

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

Acting Chief Financial Officer

AKD INDEX TRACKER FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

AKD Index Tracker Fund ("The Fund") was established under a Trust Deed, dated May 2, 2007 executed between AKD Investment Management Limited (AKDIML) as Asset Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on May 02, 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) as an open-ended mutual fund. The Fund commenced its operations from October 11, 2005.

The Management Company of the Fund has been registered as a Non - Banking Finance Company (NBFC) under the NBFC Rules and has obtained a requisite license from 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 be redeemed by surrendering the same to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited

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 deposits with bank (excluding TDRs), and treasury bills not exceeding 90 days maturity.

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

The Management Company has been assigned a quality rating of "AM3++" by the Pakistan Credit Rating Agency Limited (PACRA) on June 27, 2023. Due to specialised nature of the Fund, performance rating has not been taken, as the comparable benchmark is not available.

The Fund has 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 PRESENTATION

2.1 Statement of compliance

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

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

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

2.2 This condensed interim financial information does not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2024.

- 2.3 This condensed interim financial information is being submitted to the unitholders as required under Regulation 38 2(f)V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited.

3 AMENDMENTS TO ACCOUNTING STANDARDS

Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2024 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 01, 2024 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES

The accounting policies and methods of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparing the financial statements as at and for the year ended 30 June 2024.

In preparing this condensed interim financial information, Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by Management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 30 June 2024.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2024.

		Un-Audited September 30 2024	Audited June 30 2024
	Note	----- (Rupees in '000) -----	
6. BANK BALANCES			
Saving accounts	6.1	33,176	12,766
Current accounts		-	-
		<u>33,176</u>	<u>12,766</u>
6.1	Mark-up rate on these saving accounts is 19% (June 30, 2024: 18% to 20.50%) per annum.		
		Un-Audited September 30 2024	Audited June 30 2024
	Note	----- (Rupees in '000) -----	
7. INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	7.1	<u>829,943</u>	<u>818,616</u>

Listed equity securities

Name of investee company	Face value per share	As at July 01, 2024	Purchases during the year	Bonus / right issue	Sales during the year	As at September 30, 2024	Balance as at September 30, 2024			Market Value as a percentage of investments	Market value as percentage of net assets	Market Value as a Percentage of paid up capital of the investee company held
							Carrying cost	Market Value	Appreciation / (diminution)			
	(Rupees)		-----Number of shares / certificates-----				----- (Rupees in '000) -----			----- (%) -----		
Fully paid ordinary shares / certificates												
Automobile Assembler												
Atlas Honda Limited	10	-	-	-	-	-	-	-	-	-	-	-
Honda Atlas Cars (Pakistan) Limited	10	-	-	-	-	-	-	-	-	-	-	-
Indus Motor Company Limited	10	4,524	-	-	-	4,524	7,147,920	7,843,168	695,248	1	918	0.6%
Millat Tractors Limited	10	28,565	-	-	-	28,565	18,169,625	15,819,583	(2,350,043)	2	1,853	1.5%
Pak Suzuki Motor Company Limited	10	-	-	-	-	-	-	-	-	-	-	-
							25,317,545	23,662,751	(1,654,794)	3	2,771	
Automobile Parts & Accessories												
Thal Limited	5	12,266	-	-	-	12,266	5,928,648	5,030,532	(898,117)	1	589	1.5%
							5,928,648	5,030,532	(898,117)	1	589	
Cable & Electrical Goods												
Pak Elektron Limited	10	133,393	-	-	-	133,393	3,296,141	3,342,829	46,688	0	391	1.6%
							3,296,141	3,342,829	46,688	0	391	
Cement												
Cherat Cement Company Limited	10	39,185	-	-	-	39,185	6,392,249	7,108,943	716,694	1	832	2.0%
D.G. Khan Cement Company Limited	10	72,327	-	-	-	72,327	6,528,958	5,316,035	(1,212,924)	1	623	1.7%
Fauji Cement Company Limited	10	287,025	-	-	-	287,025	6,575,743	7,255,992	680,249	1	850	1.2%
Kohat Cement Company Limited	10	19,900	-	-	-	19,900	4,983,557	6,048,605	1,065,048	1	708	1.0%
Lucky Cement Limited	10	29,822	-	-	490	29,332	26,596,204	25,930,661	(665,543)	3	3,037	0.9%
Maple Leaf Cement Factory Limited	10	153,987	-	-	-	153,987	5,851,506	4,995,338	(856,168)	1	585	1.4%
BESTWAY CEMENT LIMITED		9,500	-	-	-	9,500	2,130,660	2,232,500	101,840	0	261	0.0%
Pioneer Cement Limited	10	33,700	-	-	-	33,700	5,683,505	6,106,440	422,935	1	715	1.5%
							64,742,382	64,994,514	252,131	8	7,611	
Chemical												
Archroma Pakistan Limited	10	-	-	-	-	-	-	-	-	-	-	-
Colgate-Palmolive (Pakistan) Limited	10	7,998	-	-	-	7,998	9,756,920	9,557,610	(199,310)	1	1,119	0.3%
Engro Polymer & Chemicals Limited	10	75,910	-	-	-	75,910	3,409,877	2,535,394	(874,483)	0	297	0.8%
Lucky Core Industries Limited	10	4,388	-	-	-	4,388	4,078,602	4,611,920	533,318	1	540	0.0%
Lotte Chemical Pakistan Limited	10	96,235	15,734	-	-	111,969	1,970,984	1,788,145	(182,839)	0	209	0.7%
							19,216,384	18,493,069	(723,315)	2	2,166	
Close - End Mutual Fund												
HBL Growth Fund - Class A	10	62,512	-	-	-	62,512	435,709	421,331	(14,378)	0	49	2.2%
							435,709	421,331	(14,378)	0	49	
Commercial Banks												
Allied Bank Limited	10	35,339	2,920	-	-	38,259	4,227,968	4,246,749	18,781	1	497	0.3%
Askari Bank Limited	10	138,044	-	-	-	138,044	3,110,131	3,631,938	521,806	0	425	1.0%
Bank Al Habib Limited	10	263,990	-	-	2,103	261,887	29,378,484	25,848,247	(3,530,237)	3	3,027	2.4%
Bank Alfalah Limited	10	237,234	-	-	-	237,234	16,136,657	14,388,242	(1,748,415)	2	1,685	1.5%
Faysal Bank Limited	10	120,680	7,280	-	-	127,960	6,669,163	5,873,364	(795,799)	1	688	0.8%

Habib Bank Limited	10	197,404	-	-	-	197,404	24,484,018	25,078,204	594,186	3	2,937	1.3%
Habib Metropolitan Bank Limited	10	157,648	-	-	-	157,648	10,825,688	10,592,369	(233,319)	1	1,240	1.5%
MCB Bank Limited	10	140,680	1,480	-	2,280	139,880	31,743,910	33,627,152	1,883,242	4	3,938	1.2%
Meezan Bank Limited	10	151,948	1,580	-	2,500	151,028	36,168,213	34,457,038	(1,711,174)	4	4,035	0.8%
National Bank of Pakistan	10	170,438	-	-	-	170,438	6,331,772	10,226,280	3,894,508	1	1,198	0.8%
Standard Chartered Bank (Pakistan) Limited	10	60,348	-	-	-	60,348	3,722,265	3,314,312	(407,952)	0	388	0.2%
The Bank of Punjab	10	426,515	-	-	-	426,515	2,077,128	2,153,901	76,773	0	252	1.3%
BANKISLAMIC PAKISTAN LIMITED		51,500	-	-	-	51,500	1,146,390	1,054,720	(91,670)	0	124	0.0%
United Bank Limited	10	166,126	1,500	-	2,490	165,136	42,302,164	48,123,933	5,821,769	6	5,635	1.3%
							218,323,949	222,616,449	4,292,500	27	26,069	
Engineering												
Aisha Steel Mills Limited	10	-	-	-	-	-	-	-	-	-	-	-
International Industries Limited	10	18,750	-	-	-	18,750	3,669,563	2,571,375	(1,098,188)	0	301	1.4%
International Steels Limited	10	47,500	-	-	-	47,500	4,016,125	2,979,675	(1,036,450)	0	349	1.1%
Mughal Iron And Steel Industries Ltd	10	26,205	-	-	-	26,205	2,437,065	2,029,839	(407,226)	0	238	0.8%
						92,455	10,122,753	7,580,889	(2,541,863)	1	888	
Fertilizer												
Engro Corporation Limited	10	91,036	-	-	1,510	89,526	29,786,195	27,190,837	(2,595,359)	3	3,184	1.7%
Engro Fertilizers Limited	10	203,825	2,130	-	3,300	202,655	33,678,456	38,557,140	4,878,685	5	4,515	1.5%
Fatima Fertilizer Company Limited	10	66,898	38,300	-	-	105,198	5,463,725	6,264,541	800,816	1	734	0.5%
Fauji Fertilizer Bin Qasim Limited	10	151,002	-	-	-	151,002	5,356,041	7,568,220	2,212,179	1	886	1.2%
Fauji Fertilizer Company Limited	10	237,407	2,490	-	3,900	235,997	38,573,798	52,497,533	13,923,734	6	6,148	1.9%
							112,858,215	132,078,271	19,220,056	16	15,467	
Food & Personal Care Products												
Frieslandcampina Engro Pakistan Limited	10	23,724	-	-	-	23,724	1,661,154	1,397,344	(263,811)	0	164	0.3%
Murree Brewery Company Limited	10	3,072	660	-	-	3,732	1,848,616	1,866,037	17,422	0	219	1.3%
National Foods Limited	5	22,202	-	-	-	22,202	3,878,911	3,818,744	(60,167)	0	447	1.0%
Unilever Pakistan Foods Limited	10	104	-	-	-	104	1,923,646	1,775,806	(147,840)	0	208	0.0%
Rafhan Maize Products Company Limited	10	220	45	-	-	265	2,005,721	1,803,129	(202,592)	0	211	0.0%
Nestle Pakistan Limited	10	758	-	-	-	758	5,422,861	5,154,400	(268,461)	1	604	0.2%
Unity Foods Limited	10	132,771	-	-	25,339	107,432	3,239,075	2,733,070	(506,005)	0	320	0.9%
							19,979,985	18,548,530	(1,431,454)	2	2,172	
Glass & Ceramics												
Ghani Glass Limited	10	98,005	20,002	-	-	118,007	3,088,792	2,951,355	(137,437)	0	346	1.2%
Tariq Glass Industries Limited	10	21,900	-	-	-	21,900	2,552,445	2,441,631	(110,814)	0	286	1.3%
							5,641,237	5,392,986	(248,251)	1	632	
Insurance												
Adamjee Insurance Company Limited	10	76,540	-	-	-	76,540	2,748,551	2,481,427	(267,125)	0	291	2.2%
EFU General Insurance Limited	10	19,037	-	-	-	19,037	1,621,952	1,767,205	145,252	0	207	1.0%
IGI Holdings Limited	10	-	-	-	-	-	-	-	-	-	-	-
							4,370,504	4,248,632	(121,872)	1	498	
Inv. Banks / Inv. Cos. / Securities Cos.												
Dawood Hercules Corporation Limited	10	114,326	-	-	-	114,326	18,398,483	15,834,151	(2,564,332)	2	1,854	2.4%
Pakistan Stock Exchange Limited	10	153,000	-	-	-	153,000	1,959,930	2,138,940	179,010	0	250	1.9%
							20,358,413	17,973,091	(2,385,322)	2	2,105	
Leather & Tanneries												
Service Industries Limited	10	7,630	-	-	560	7,070	6,722,368	8,332,207	1,609,839	1	976	1.5%
							6,722,368	8,332,207	1,609,839	1	976	

Miscellaneous

Pakistan Services Limited	10	6,695	2	-	-	6,697	5,601,898	4,877,626	(724,271)	1	571	2.1%
Pakistan Aluminium Beverage Cans Limited	10	30,000	-	-	-	30,000	2,215,500	2,303,400	87,900	0	270	0.8%
Shifa International Hospitals Ltd.	10	8,366	-	-	-	8,366	1,226,539	1,480,615	254,075	0	173	1.3%
							9,043,937	8,661,641	(382,296)	1	1,014	

Modarabas

First Habib Modaraba	5	20,250	-	-	-	20,250	324,203	345,060	20,857	0	40	0.9%
							324,203	345,060	20,857	0	40	

Oil & Gas Exploration Companies

Mari Petroleum Company Limited	10	8,917	-	-	-	8,917	24,185,936	31,115,059	6,929,123	4	3,644	0.7%
Oil & Gas Development Company Limited (6.2)	10	218,885	-	-	1,500	217,385	29,427,407	31,179,531	1,752,123	4	3,651	0.5%
Pakistan Oilfields Limited	10	43,704	-	-	-	43,704	21,412,338	27,311,941	5,899,603	3	3,198	1.5%
Pakistan Petroleum Limited	10	226,655	-	-	1,501	225,154	26,367,785	24,050,950	(2,316,835)	3	2,816	0.8%
							101,393,466	113,657,481	12,264,015	14	13,310	

Oil & Gas Marketing Companies

Attock Petroleum Limited	10	7,987	-	-	-	7,987	3,084,899	3,210,774	125,875	0	376	0.6%
Pakistan State Oil Company Limited	10	69,755	24,300	-	-	94,055	15,393,022	15,170,131	(222,891)	2	1,776	2.0%
Shell Pakistan Limited	10	17,802	-	-	-	17,802	2,387,248	2,614,936	227,688	0	306	0.8%
Sui Northern Gas Pipelines Limited	10	94,170	-	-	-	94,170	5,976,970	6,002,396	25,426	1	703	1.5%
							26,842,139	26,998,237	156,097	3	3,162	

Paper & Board

Century Paper & Board Mills Limited	10	47,214	-	-	-	47,214	1,414,059	1,178,461	(235,598)	0	138	1.2%
Packages Limited	10	8,493	-	-	-	8,493	4,547,322	4,219,322	(328,000)	1	494	1.0%
							5,961,381	5,397,784	(563,598)	1	632	

Pharmaceuticals

Abbott Laboratories (Pakistan) Limited	10	7,054	-	-	-	7,054	5,170,441	5,397,932	227,492	1	632	0.7%
AGP Limited	10	26,876	-	-	-	26,876	2,482,536	2,976,517	493,981	0	349	1.0%
GlaxoSmithKline Pakistan Limited	10	20,858	-	-	-	20,858	3,000,215	4,011,828	1,011,613	0	470	0.7%
Highnoon Laboratories Limited	10	7,597	-	-	-	7,597	5,421,067	5,212,530	(208,538)	1	610	1.4%
The Searle Company Limited	10	76,963	6,750	14,828	-	98,541	4,786,802	4,767,455	(19,346)	1	558	2.5%
							20,861,061	22,366,262	1,505,202	3	2,619	

Power Generation & Distribution

The Hub Power Company Limited	10	327,370	-	-	1,500	325,870	53,142,880	38,889,326	(14,253,554)	5	4,554	2.5%
K-Electric Limited	3.5	862,648	-	-	-	862,648	3,994,060	3,243,556	(750,504)	0	380	0.3%
NISHAT POWER LIMITED		50,000	-	-	-	50,000	1,976,500	1,789,500	(187,000)	0	210	0.0%
PAKGEN POWER LIMITED		47,000	-	-	-	47,000	4,112,500	3,804,650	(307,850)	0	446	0.0%
SAIF POWER LIMITED		56,000	-	-	-	56,000	1,032,080	959,280	(72,800)	0	112	0.0%
Kot Addu Power Company Limited	10	145,404	-	-	-	145,404	4,814,326	4,280,694	(533,633)	1	501	1.7%
							70,945,719	54,637,091	(16,308,628)	7	6,398	

Property

Javedan Corporation Limited	10	39,000	-	-	-	39,000	1,367,340	1,633,320	265,980	0	191	1.0%
							1,367,340	1,633,320	265,980	0	191	

Real Estate Investment Trust

Dolmen City REIT	10	187,000	-	-	-	187,000	3,076,150	3,205,180	129,030	0	375	0.8%
							3,076,150	3,205,180	129,030	0	375	

Refinery

Attock Refinery Limited	10	14,243	-	-	-	14,243	5,007,696	4,582,543	(425,154)	1	537	1.34%
Chenergyco Pk Limited	10	483,300	-	-	-	483,300	1,860,705	1,826,874	(33,831)	0	214	0.88%
National Refinery Limited	10	8,300	-	-	-	8,300	2,203,484	1,709,468	(494,016)	0	200	1.04%
							9,071,885	8,118,885	(953,000)	1	951	

Sugar & Allied Industries

JDW Sugar Mills Limited	10	-	-	-	-	-	-	-	-	-	-	
HABIB SUGAR MILLS LIMITED		16,500	-	-	-	16,500	1,031,910	1,085,535	53,625	0	0	0.0%
							1,031,910	1,085,535	53,625	0	0	-

Synthetics And Rayon

Ibrahim Fibres Limited	10	4,790	-	-	-	4,790	1,916,000	1,690,966	(225,034)	0	198	0.2%
							1,916,000	1,690,966	(225,034)	0	198	

Technology & Communication

Avanceon Limited	10	38,623	-	-	-	38,623	2,086,414	1,970,545	(115,869)	0	231	1.0%
Pakistan Telecommunication Company Ltd. Systems Limited	10	181,017	-	-	-	181,017	2,174,014	2,041,872	(132,142)	0	239	0.5%
Air Link Communication Limited	10	58,412	-	-	-	58,412	24,433,740	23,708,847	(724,893)	3	2,776	2.0%
TRG Pakistan Limited - Class 'A'	10	125,995	-	-	-	125,995	7,817,990	6,161,156	(1,656,834)	1	721	2.3%
							36,512,158	33,882,419	(2,629,739)	4	3,968	

Textile Composite

Azgard Nine Limited	10	-	-	-	-	-	-	-	-	-	-	0.0%
Gul Ahmed Textile Mills Limited	10	-	-	-	-	-	-	-	-	-	-	0.0%
Interloop Limited	10	92,520	-	-	-	92,520	6,553,192	6,544,865	(8,327)	1	766	0.7%
Kohinoor Textile Mills Limited	10	15,781	-	-	-	15,781	1,309,192	1,130,077	(179,114)	0	132	0.6%
Nishat Chunian Limited	10	-	-	-	-	-	-	-	-	-	-	-
Nishat Mills Limited	10	43,472	-	-	-	43,472	3,079,991	2,670,485	(409,506)	0	313	1.2%
							10,942,375	10,345,427	(596,947)	1	1,211	

Textile Spinning

Gadoon Textile Mills Limited	10	2,000	-	-	-	2,000	347,800	352,640	4,840	0	41	0.7%
							347,800	352,640	4,840	0	41	

Textile Weaving

Yousaf Weaving Mills Limited	10	9,500	-	-	-	9,500	30,305	39,330	9,025	0	5	1.1%
							30,305	39,330	9,025	0	5	

Tobacco

Pakistan Tobacco Company Limited	10	3,920	-	-	-	3,920	4,348,966	3,455,754	(893,212)	0	405	0.2%
							4,348,966	3,455,754	(893,212)	0	405	

Transport

Pakistan International Bulk Terminal Limited	10	222,435	-	-	-	222,435	1,372,424	1,250,085	(122,339)	0	146	1.2%
							1,372,424	1,250,085	(122,339)	0	146	

Vanaspati & Allied Industries

Punjab Oil Mills Limited	10	720	-	-	-	720	79,502	73,440	(6,062)	0	9	0.9%
							79,502	73,440	(6,062)	0	9	

Woollen

Bannu Woollen Mills Limited	10	1,000	-	-	-	1,000	26,850	30,150	3,300	0	4	1.1%
							26,850	30,150	3,300	0	4	

Total as at September 30, 2024

							822,809,803	829,942,766	7,132,962			
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Total as at June 30, 2024

							521,912	818,616	296,704			
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7.2 These include 100,000 shares of Oil and Gas Development Company Limited as pledged with National Clearing Company of Pakistan Limited as on September 30, 2024.

		Un-Audited September 30 2024	Audited June 30 2024
	Note	----- (Rupees in '000) -----	
7.3	Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'at fair value through profit or loss'		
Market value of investments		829,943	818,616
Carrying value of investments		822,810	(521,912)
		7,133	296,704
		Un-Audited September 30 2024	Audited June 30 2024
	Note	----- (Rupees in '000) -----	
8.	PAYABLE TO AKD INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY		
Management fee	8.1	2,417	448
Sindh sales tax on management fee	8.2	596	58
Expenses allocated by the Management Company	8.3	-	60
Sales Load payable		-	-
Federal excise duty on management fee	8.4	1,357	1,357
		4,370	1,923

- 8.1** The Management Company has charged remuneration at the rate of 1% per annum (June 30, 2024: 0.75%) of the average daily net assets. The remuneration is paid to the Management Company on a monthly basis in arrears.
- 8.2** Sindh sales tax on services at the rate of 15% (June 30, 2024: 13%) on gross value of management fee under the provisions of Sindh Sales Tax on Services Act, 2011.
- 8.3** The Management Company has charged expenses at the rate of 0.1% (June 30, 2024: 0.1%) per annum of the average annual net assets of the Fund.
- 8.4** As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

On June 30, 2016, the Sindh High Court had passed a judgment that after 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after July 01, 2011 is ultra vires to the Constitution of Pakistan. On September 23, 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 1.357 million (June 30, 2024: Rs: 1.357 million) until the matter is resolved. Had the provision not been retained, the net asset value per unit of the Fund as at September 30, 2024 would have been higher by Re. 0.039 per unit (June 30, 2024: Re. 0.040 per unit).

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

Therefore, provision for FED has not been recorded in these financial statements from July 01, 2016 onwards.

Un-Audited	Audited
September 30	June 30
2024	2024
----- (Rupees in '000) -----	

9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Trustee fees	459	237
Sindh sales tax on trustee fee	139	31
	598	268

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

The tariff structure applicable to the Fund is as follows:

**Amount of Funds Under Management Tariff per annum
[Average Net Assets Value (NAV)]**

Upto Rs 1 billion	Rs.0.7 million or 0.20% per annum of the daily average net assets of the Fund, whichever is higher.
Exceeding Rs 1 billion	Rs. 2.0 million plus 0.10% per annum of the daily average net assets value of the Fund exceeding Rs 1 billion.

- 9.2** Sindh sales tax on services at the rate of 15% (June 30, 2024: 13%) on gross value of trustee fee under the provisions of Sindh Sales Tax on Services Act, 2011.

Un-Audited	Audited
September 30	June 30
2024	2024
----- (Rupees in '000) -----	

10. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Annual fee payable to SECP	9.1	308	107
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- 10.1** Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 all Collective Investment Scheme are required to monthly fee, to the Securities and Exchange Commission of Pakistan, an amount equal to 0.095 % (June 30, 2024: 0.02%) of the average annual net assets of the scheme.

	Un-Audited September 30 2024	Audited June 30 2024
Note	----- (Rupees in '000) -----	
11. ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditor's remuneration	450	362
Brokerage payable	-	253
Withholding tax payable	1,032	929
Printing charges payable	-	-
Others	7,952	3,397
	9,434	4,941

12. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at September 30, 2024 and June 30, 2024.

12. TOTAL EXPENSE RATIO

The total expense ratio of the Fund is 1.65% (September 30, 2022: 0.38%) and this includes 0.27% (September 30, 2023: 0.06%) representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a Collective Scheme categorised as a "Index Scheme".

13. TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders in cash.

Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2022 to the unit holders in the manner as explained above, therefore; no provision for taxation has been made in these financial statements during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons of the Fund include 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 on agreed terms at contracted rates.

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

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

Un-Audited
Quarter ended September 30
2024 2023
----- (Rupees in '000) -----

**Details of transactions with connected persons
/ related parties during the period**

**AKD Investment Management Limited -
Management Company of the Fund**

Remuneration for the year	2,103	892
Sindh sales tax on Management Company's Remuneration	313	116
Allocated expenses by the management company	-	119
Sales load	-	-

Central Depository Company of Pakistan Limited - Trustee

Trustee Fee	422	239
Central Depository Service charges	-	3
Sindh sales tax on Trustee Fee	63	31

Un-Audited	Audited
September 30,	June 30,
2024	2024

Balances outstanding at period end

**AKD Investment Management Limited -
Management Company of the Fund**

Remuneration payable	2,417	448
Allocated expenses by management company payable	-	60
Sindh sales tax payable on Management Company's remuneration	596	58
Federal Excise Duty payable on Management Company's remuneration	1,357	1,357
Sales load payable	-	-

Payable to Central Depository Company of Pakistan - Trustee

Remuneration payable	459	237
Security deposit	-	100
CDS charges payable	-	-
Sales tax on trustee Fee payable	139	31

Receivable/Payable against conversion of units-AKD Funds

Payable against conversion of units-AKD Islamic Income Fund	-	-
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Mr. Aqeel Karim Dhedhi - Chairman of the Group

Number of units outstanding : Nil (30 June 2024: 422)	-	9
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**National Bank of Pakistan Employees
Pension Fund (having invested more than 10% in
the units of the Fund)**

Number of units outstanding : 34,188,872 (30 June 2024 : 34,188,872)	735,467	715,573
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16. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

- Level 1:** quoted prices in active markets for identical assets or liabilities;
- Level 2:** those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3:** those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	As At September 30, 2024			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
Assets				
Investment in securities - at fair value through profit or loss				
Listed equity securities	829,943	-	-	829,943
	-----	-----	-----	-----
	As At June 30, 2024			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
Assets				
Investment in securities - at fair value through profit or loss				
Listed equity securities	818,616	-	-	818,616
	-----	-----	-----	-----

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

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand Rupees.

16.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation.

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on _____ by the Board of Directors of the Management Company.

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

Chief Executive Officer

Director

Acting Chief Financial Officer