Funds Managed by:

AKD Investment Management Ltd.

Quarterly Report
September 30, 2020
(Un-Audited)

quarterly report

AKD
ISLAMIC INCOME FUND

Partner with AKD
Profit from the Experience

AKD Investment Management Ltd.

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CORPORATE INFORMATION

MANAGMENT COMPANY

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

BOARD OF DIRECTORS OF THE MANAGMENT COMPANY

Chairman
Mr. Abdul Karim

Director & Chief Executive Officer
Mr. Imran Motiwala

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

CHIEF OPERATING OFFICER AND COMPANY SECRETARY OF THE MANAGEMENT COMPANY

Mr. Muhammad Yaqoob Sultan, CFA

CHIEF FINANCIAL OFFICER OF THE MANAGEMENT COMPANY

Muhammad Munir Abdullah

HEAD OF INTERNAL AUDIT OF THE MANAGEMENT COMPANY

Ms. Tayyaba Masoom Ali

AUDIT COMMITTEE

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

HUMAN RESOURCE AND REMUNERATION (HR & R) COMMITTEE

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

RATING

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

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 Islamic Income Fund

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

TRUSTEE
MCB Financial Services Limited
4th Floor, Perdesi House,
2/1 R-Y Old Queens Road,
Karachi-74200

BANKERS
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Summit Bank Limited (Islamic Banking)

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

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

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

DISTRIBUTORS
AKD Investment Management Limited
Investomate (Private) Ltd.
Investlink Advisor (Private) Limited
Metro Capital (Private) Ltd.

RATING
AKD Islamic Income Fund
PACRA: A+(f) [A Plus(f)]

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of AKD Investment Management Limited (AKDIML), the Management Company of AKD Opportunity Fund (AKDOF), AKD Index Tracker Fund (AKDITF), AKD Cash Fund (AKDCF) AKD Aggressive Income Fund (AKDAIF), AKD Islamic Income Fund (AKDISIF), Golden Arrow stock Fund (GASF) and AKD Islamic Stock Fund (AKDISSF) is pleased to present its first quarter report along with the Funds' un-audited Financial Statements for the Quarter ended September 30, 2020.

FUNDS' FINANCIAL PERFORMANCE

AKD Opportunity Fund (AKDOF)

For the 1QFY21, the return of AKD Opportunity Fund stood at 44.19% compared to the benchmark KSE-100 Index return of 17.87%.

Golden Arrow Stock Fund (GASF)

For the 1QFY21, the return of Golden Arrow Stock Fund - (Formerly: Golden Arrow Selected Stocks Fund Limited) stood at 38.67% compared to the benchmark KSE-100 Index return of 17.87%.

AKD Index Tracker Fund (AKDITF)

For the 1QFY21, the return of AKD Index Tracker Fund stood at 16.80% compared to the benchmark KSE-100 Index return of 17.87%.

AKD Cash Fund (AKDCF)

For the 1QFY21, the annualized return of AKD Cash Fund stood at 6.43% compared to the benchmark return of 6.72%.

AKD Aggressive Income Fund (AKDAIF)

For the 1QFY21, the annualized return of AKD Aggressive Income Fund stood at 4.81% compared to the benchmark return of 7.34%.

AKD Islamic Income Fund (AKDISIF)

For the 1QFY21, the annualized return of AKD Islamic Income Fund stood at 8.04% compared to the benchmark return of 4.42%.

AKD Islamic Stock Fund (AKDISSF)

For the 1QFY21, the return of AKD Islamic Stock Fund stood at 31.60% compared to the benchmark KMI-30 Index return of 17.72%.

MACRO PERSPECTIVE

After witnessing negative GDP growth of 0.38% during FY20, owing to halted economic activities due to COVID-19 outbreak, Pakistan witnessed a revival during 1QFY21 as business activities resumed after the country successfully flattened the curve of COVID-19. According to the State Bank of Pakistan (SBP), Pakistan's GDP has increased by 3.24% to USD 68.21 billion during 1QFY21 as compared to USD 66.07 billion reported during same period last year (SPLY). After witnessing Current Account Deficit (CAD) since 4QFY15, the external account turned into surplus during 1QFY21, resulting in strengthening of local currency against US dollar. Tax collection also exceeded its target by ~PKR 34 billion following recovery in Large Scale Manufacturing (LSMI) sectors.

The external account for 1QFY21 turned into surplus of USD 792 million (1.16% of GDP) as compared to a deficit of USD 1,492 million (2.26% of GDP) recorded during the same period last year. This can be attributed to improvement in Balance on trade in Goods and Services by 5.78%YoY to USD -5.79 billion as compared to USD -6.15 billion recorded during SPLY. The Exports of Goods and Services declined by 9.57%YoY to USD 6.58 billion owing to shutdown of export destinations. However, Imports of Goods and Services decreased by 7.84%YoY to USD 12.37 billion on the back of declining international oil prices coupled with decrease in import of vehicles. Workers' Remittances surged by ~31%YoY to USD 7.15 billion as compared to USD 5.45 billion recorded during SPLY. Abnormal increase in workers' remittances can be attributed to constraints in informal channels owing to closure of international flights. Foreign Direct Investment (FDI) decreased by 23.99%YoY to USD 415 million from USD 546 million in SPLY. A positive external account helped the SBP in building country's foreign exchange reserves up by USD 499 million to USD 19.39 billion, taking the country's total imports cover to more than 5 months. Improvement in current account and forex reserves has helped the local currency to marginally appreciate by ~1.4% during 1QFY21. Moreover, current Real Effective Exchange Rate (REER) of "91.69" illustrates that on the basis of purchasing power of the local currency versus a basket of global currencies, local currency is undervalued by approximately 8%.

The Government's initiatives of attracting investments from Non-Resident Pakistanis (NRP) are also expected to bode well for the country. Reportedly, Roshan Digital Account has so far attracted more than 21,000 new bank accounts with a total deposit of approximately USD 24 million. Islamic Naya Pakistan Certificate is Shariah complaint investment option that is based on Mudarabah offered to NRP as well, suggesting the Govt is opening up Pakistan for business. Both resources provide innovative banking solution for Overseas Pakistanis to undertake, fund transfers, bill payments and investment activities in Pakistan. Lucrative returns bases on USD and PKR to Roshan Digital account and Islamic Naya Pakistan certificate may help Pakistan to further improve its reserves and investment activity.

According to press reports, the Federal Board of Revenue (FBR) has made net revenue collection of PKR 1,004 billion during 1QFY21, up by 4.11%YoY as compared to ~PKR 964 billion recorded during same period last year (SPLY). FBR has exceeded its given target of PKR 970 billion by a margin of PKR 34 billion owing to faster recovery in the economy where government managed to flatten the curve of COVID-19 in the country. During 1QFY21, FBR`s gross revenue clocked in at PKR 1,052 billion, and made total refunds of ~PKR 48 billion as compared to ~PKR 26.5 billion recorded during SPLY. Major contribution to the increase in FBR collection was witnessed from Sales tax where collections increased by 5.70% YoY to ~PKR 426 million as compared to ~PKR 403 million recorded during SPLY. Income tax collection during 1QFY21 remained flat at ~PKR 358 billion as compared to ~PKR 355 billion recorded during SPLY. FBR has initiated its drive towards automation, e-audit and simplification of procedures, e-payment to increase Ease of Doing Business. Furthermore, Pakistan Custom has launched a country wide operation against transportation, storage and sale of smuggled goods in coordination with Law Enforcement Agencies (LEAs), resulting in historic seizures of smuggled goods. As economic activity has eventually picked up, FBR would manage to collect higher taxes and achieve its initial target of PKR 4,963 billion for FY21.

As per Pakistan Bureau of Statistics (PBS), the average National Consumer Price Index (NCPI) in 1QFY21 was recorded at 8.84%YoY as compared to 10.08%YoY, SPLY. Core Inflation, calculated by excluding food and energy, clocked in at 5.47%YoY and 7.73% YoY for Urban and Rural areas respectively, as compared to 8.37%YoY and 8.47%YoY, SPLY. The SBP expects NCPI to fall within the range of 7-9 percent during FY21. After monetary easing of 625 basis points to 7% in order to revive halted economic activities, the SBP kept the policy rate unchanged in its last meeting held in September 2020.

The Large Scale Manufacturing (LSM) sector, which constitutes 77.05% of the total manufacturing and 8.9% of overall GDP, witnessed an increase of 3.66% for July-August FY21. During the period, major contribution towards the growth came from Non Metallic Mineral products (Weight: 5.36%), Food and Beverages (Weight: 12.37 %) and Pharmaceuticals (Weight: 3.62%) which increased by 23.05%, 15.50%, and 10.03% respectively. However, there was a decline witnessed in some of the sectors like Automobile (Weight: 4.61%), Electronics (Weight: 1.963%) and Leather

Products (Weight: 0.859%) which decreased by 18.81%, 24.63% and 37.50% respectively during July-August FY21.

EQUITY MARKET REVIEW

During 1QFY21, local bourse continued its positive trajectory where benchmark KSE-100 Index surged by 6,150pts, an increase of 17.87%QoQ. The Index closed at 40,571pts as compared to 34,422pts recorded by year end FY20. To recap, during 4QFY20, KSE-100 Index surged by 5,190pts after witnessing a decline of 11,503pts during 3QFY20. Local bourse witnessed healthy participation during the period under review as average daily traded turnover surged by 144.94%QoQ/403.04%YoY to 500.23 million shares as compared to 204.23/99.44 million shares during 4QFY20/1QFY20 respectively.

With significant reduction in interest rates, and the overall slowdown in the economy, Pakistan`s equity market managed to attract liquidity where all the other asset classes were selectively unable to excite fresh liquidity during the current pandemic. Moreover, investor interest diverted to second tier and third tier stocks as depicted by a decrease in ratio of KSE-100 volumes over total turnover. During 1QFY21, the ratio clocked in at 59.83% as compared to 67.28% and 78.29% reported during 4QFY20 and 1QFY20 respectively.

Some of the positive triggers that kept the market sentiment bullish were 1) Asian Development Bank (ADB) approved USD 300m loan for strengthening capital markets, 2) PKR 651 billion payments deferred by banks for a year by IMF, 3) Current account surplus during 1QFY21, 4) Policy rate unchanged at 7%, 5) Pakistan winning a stay over USD 6 billion penalty in Reko Diq case, 6) Sale of Naya Pakistan Certificates beginning through agent banks, 7) Prime Minister unveiling Karachi 'transformation' plan, 8) K-Electric planning PKR 250 billion investment, 8) MoU signed with IPPs to cut energy cost and to resolve circular debt issue, and 9) FBR exceeded its 1QFY21 tax collection target by 34 billion. Moreover, investors` sentiments were depressed by various events including : 1) Government asking fertilizer industry to pay GIDC within 24 months, 2) Government allowing hiring of financial advisors for PPL's divestment, and 3) 1QFY21 NCPI up by 8.84%YoY.

Foreign Investors remained net sellers for the fourth consecutive quarter with net outflow of USD 94.72 million, taking the cumulative outflow to USD 402.93 million. Individuals and Mutual Funds were the major net buyers with net buying amounting to USD 108.30 million and USD 26.33 million respectively. Whereas, Banks/DFI and Broker were the net sellers with net selling of USD 53.46 million and USD 18.11 million respectively.

There was a major outperformance witnessed in different sectors during 1QFY21 which helped the KSE-100 Index maintain its momentum. The market capitalization of sectors like Commercial Banks, Cement, Chemical, Food & Personal Care Products and Automobile Assembler increased by 18.54%, 35.41%, 25.59%, 12.45%, and 25.34% respectively. In terms of valuation, KSE-100 Index closed at forward Price to Earnings Multiple of 6.90x, 48.37% discount as compared to MSCI Emerging Market P/E of 13.37x and offering a healthy dividend yield of 6.08%.

MONEY MARKET REVIEW

During 1QFY21, six T-Bills auctions were conducted, where the State Bank of Pakistan managed to raise PKR 1.93 trillion cumulatively. Weighted average yield of the 3 months, 6 months, and 12 months T-Bills were 6.91%, 6.95%, and 7.05% respectively, as compared to 13.55%, 13.69%, and 13.90% for same period last year. It is pertinent to note that the yield curve has been on an increasing trend since touching its low of 6.43%, 6.47% and 6.55% for 3 months, 6 months and 12 months T-Bills respectively in July 2020 auction, depicting an upward slope in the yield curve within short tenure paper as well. Additionally, upward sloping yield curve for recent T-bills auctions further suggests future increase in the interest rates.

To further address demand for liquidity, the SBP conducted three auctions of fixed rate Pakistan Investment Bonds (PIBs) and was successful in raising PKR 249.17 billion cumulatively during 1QFY21. The weighted average yield of 3 years, 5 years, and 10 years fixed rate PIBs were

7.81%, 8.35%, and 8.91% respectively, as compared to 13.82%, 13.50%, and 13.24%, during same period last year. In addition, government also accepted bids for 20 years and 15 years fixed rate PIBs during the period with the weighted average yield of 10.44% and 9.84% respectively. The Monetary Policy Committee (MPC) announced one (1) Monetary Policy Statement in 1QFY21, where the committee maintained the policy rate at 7% amid the Covid-19 pandemic with an aim to cushion the slowdown in growth rate while maintaining its inflation outlook and financial stability. The SBP conducted 22 Open Market Operations (OMO) in 1QFY21 of different maturities, in which it injected an average amount of PKR 726.49 billion per OMO at an average cut-off yield of 7.03%, and mopped up an average amount of PKR 45.17 billion per OMO at an average cut-off yield of 6.91%.

As per the auction target calendar for October - December 2020, the SBP targets to raise PKR 2.75 trillion by issuing 3 months, 6 months, and 12 months T-Bills against maturity amount of PKR 3.49 trillion. Moreover, SBP targets to raise PKR 390 billion by issuing 3 - 20 years fixed rate PIBs and PKR 830 billion by issuing 3 - 10 years floating rate PIBs.

FUTURE OUTLOOK

Going forward, we remain optimistic about the economic outlook for FY21, where the State Bank of Pakistan expects real GDP growth to reach 2.0% as compared to -0.38% reported during FY20. As per the SBP, NCPI is expected to range between 7 to 9 percent during FY21 where the government is confident about controlling the recent hike in inflation caused by supply disruptions. As depicted by REER of "91.69", local currency is currently undervalued as compared to the basket of international currencies where PKR has strengthened by 2.68% during FYTD21. Surplus on External Account has decreased pressure on foreign exchange reserves. However, a potential increase in international oil price may deteriorate the surplus, but it is unlikely due to a decrease in the global demand. However, any further delay in the disbursement of tranche from the International Monetary Fund may put some pressure on Foreign Exchange Reserves. FBR exceeding its collection target during 1QFY21 may further limit the fiscal deficit target of 7.1% during FY21. Moreover, current negative Real Interest Rate may put some pressure on local currency due to flight of capital.

On the Fixed Income front, current Negative Real Interest Rates remains a contentious considering the country is under an International Monetary Fund Program. We expect the SBP to opt for contractionary monetary policy during 2HFY21.

As far as equity valuations are concerned, future expected growth in corporate earnings is yet to be witnessed due to the recently announced packages, and this coupled with low interest rates will justify upward a re-rating of Price to Earnings multiple of KSE-100 index which is currently trading at a forward Price to Earnings Multiple of 7.18x (October 27, 2020).

For and on behalf of the board

Imran Motiwala Chief Executive Officer	**Abdul Karim** Chairman

Karachi: October 29, 2020

FUND MANAGER'S REPORT

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

Open - End Islamic Income Scheme.

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

AKD Islamic income fund (AKDISIF) is a fund that primarily focuses on Shariah compliant income securities and instruments. The objective of AKDISIF is to provide investors with an investment vehicle that strives to enhance capital coupled with regular halal income by investing in Shariah compliant income investments.

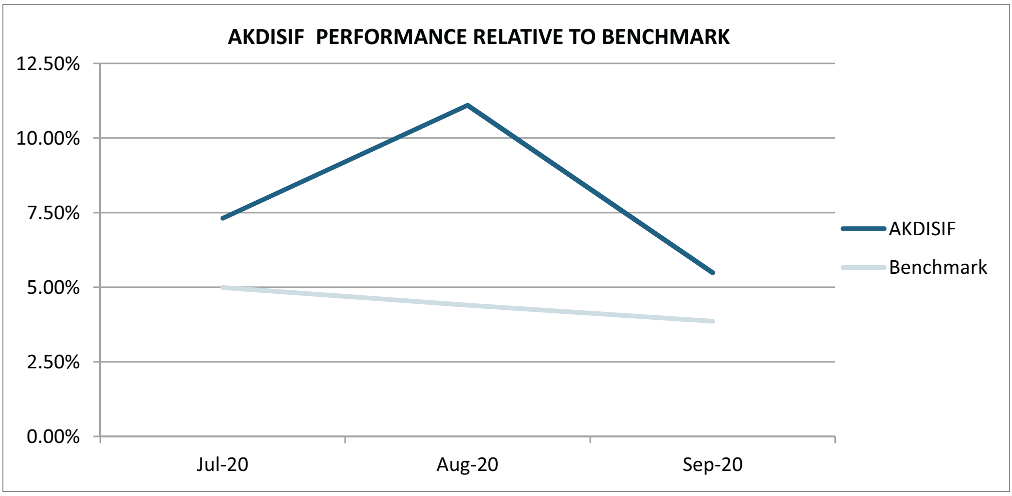
iii) Explanation as to whether Collective Investment Scheme achieved its stated objective:

For the 1QFY21, the annualized return of AKD Islamic Income Fund stood at 8.04% compared to benchmark return of 4.42%.

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

Six (6) months average deposit rates of three (3) A Rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.

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



Monthly yield (annualized)	Jul-20	Aug-20	Sep-20
AKDISIF	7.31%	11.10%	5.49%
Benchmark	4.99%	4.40%	3.86%

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

AKD Islamic income fund is an Open - End Islamic Income Scheme. The returns of the fund are generated through investment in high quality Shariah complaint securities and Islamic Bank deposit. AKDISIF 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 report and particulars of significant changes in asset allocation:

Asset Allocation (% of Total Assets)	30-Sep-20	30-Jun-20
Cash and Cash Equivalents	57.62%	76.96%
Sukuk	18.24%	15.88%
Commercial Papers	-	5.56%
Other Assets including Receivables	24.14%	1.60%

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

1QFY21 Return (annualized)	8.04%
Benchmark Return	4.42%

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

Net Assets Value			NAV Per Unit	
30-Sep-20	30-Jun-20	Change in Net Assets	30-Sep-20	30-Jun-20
(Rupees In "000")			(Rupees In "000")	
215,532	297,594	-27.58%	51.22	50.21

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

MACRO PERSPECTIVE

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

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

xii) Break down of unit holding by size:

Range (Units)	No. of Investors
0.1 - 9,999	391
10,000 - 49,999	30
50,000 - 99,999	9
100,000 - 499,999	5
500,000 and above	2
	437

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

There were no unit splits during the period.

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

Investments are subject to credit and market risk.

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

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

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2020

	Note	(Un-Audited) September 30, 2020 Rupees in '000	(Audited) June 30, 2020 Rupees in '000
Assets			
Bank balances	5	**153,830**	232,235
Investments	6	**48,691**	64,686
Profit receivable on bank deposits and sukuk certificates	7	**1,041**	3,754
Deposits, prepayments and other receivables	8	**62,743**	327
Preliminary expenses and floatation cost	9	**685**	757
Total Assets		**266,990**	301,759
Liabilities			
Payable to AKD Investment Management Limited - Management Company	10	**1,169**	1,182
Payable to MCB Financial Services Limited - Trustee	11	**21**	34
Payable to Securities and Exchange Commission of Pakistan	12	**9**	52
Accrued expenses and other liabilities	13	**50,259**	2,896
Total Liabilities		**51,458**	4,164
Net Assets		**215,532**	297,595
Unit Holders' Fund (as per statement attached)		**215,532**	297,595
Contingencies and Commitments	14		
		Number of units	
Number of units in issue		**4,207,687**	5,927,534
		Rupees	
Net assets value per unit		**51.2234**	50.2055

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Abdul Karim	**Imran Motiwala**	**Muhammad Munir Abdullah**
Chairman	Chief Executive Officer	Chief Financial Officer

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	Note	2020	2019
		(Rupees in '000)	
Income			
Net unrealised appreciation / (dminution) on remeasurement of investments classified as 'financial assets at fair value through profit and loss'		780	(117)
Income from sukuk certificates		1,380	1620
Income from Islamic commercial papers		296	
Profit on bank deposits		2,011	5988
Total Income		4,467	7,491
Expenses			
Remuneration of the Management Company		188	-
Sales tax on the remuneration of the Management Company		25	-
Remuneration of the Trustee		56	71
Sales tax on the Trustee remuneration		7	11
Annual fee to the Securities and Exchange Commission of Pakistan		9	12
Expenses allocated by the Management Company		71	59
Auditors' remuneration		59	44
Settlement and bank charges		19	19
Amortisation of preliminary expenses and floatation costs		72	72
Fee and subscription		75	48
Printing and related cost		38	38
Legal and professional charges		98	79
Provision against Sindh Workers' Welfare Fund		75	141
Total expenses		792	594
Net income for the period before taxation		3,675	6,897
Taxation	16	-	-
Net Profit for the period after taxation		3,675	6,897
Allocation of net income for the period			
Net income for the period after taxation		3,675	6897
Income already paid on units redeemed		(339)	(628)
		3,336	6,269
Accounting income available for distribution			
Relating to capital gains		780	-
Excluding capital gains		2,556	6,269
		3,336	6,269

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Abdul Karim	**Imran Motiwala**	**Muhammad Munir Abdullah**
Chairman	Chief Executive Officer	Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	2020	2019
	(Rupees in '000)	
Net Profit for the period after taxation	**3,675**	6,897
Other comprehensive income for the period	-	-
Total comprehensive income for the period	**3,675**	2,297

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Abdul Karim	**Imran Motiwala**	**Muhammad Munir Abdullah**
Chairman	Chief Executive Officer	Chief Financial Officer

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	2020			2019		
	Capital value	Undistributed income	Net assets	Capital value	Undistributed income	Net assets
	(Rupees in '000)			(Rupees in '000)		
Net assets at beginning of the period	**296,649**	**946**	**297,595**	224,936	652	225,588
Issuance of 3,828,057 units (2019: 2,095,411 units)						
- Capital value (at Ex-Nav at the beginning of the period)	**192,189**	**-**	**192,189**	105,093	-	105,093
- Element of income	**3,326**	**-**	**3,326**	969	-	969
Total proceeds on issuance of units	**195,515**	**-**	**195,515**	106,062	-	106,062
Redemption of 5,547,904 units (2019: 1,751,562 units)						
- Capital value (at Ex-Nav at the beginning of the period)	**278,535**	**-**	**278,535**	87,847	-	87,847
- Element of income	**2,379**	**339**	**2,718**	68	628	696
Total payments on redemption of units	**280,914**	**339**	**281,253**	87,915	628	88,543
Total comprehensive income / (loss) for the period	**-**	**3,675**	**3,675**	-	6,897	6,897
Distribution during the period	**-**	**-**	**-**	-	-	-
Refund of Capital	**-**	**-**	**-**	-	-	-
Net (loss) / income for the period less distribution	**-**	**3,675**	**3,675**	-	6,897	6,897
Net assets at end of the period	**211,250**	**4,282**	**215,532**	243,083	6,921	250,004
Undistributed income brought forward						
- Realised		**588**			864	
- Unrealised		**358**			(212)	
		946			652	
Accounting (loss) / income available for distribution						
- Relating to capital gains		**780**			-	
- Excluding capital gains		**2,556**			6,269	
		3,336			6,269	
Distribution during the period		**-**			-	
Undistributed gain carried forward		**4,282**			6,921	
Undistributed gain carried forward						
- Realised income		**3,502**			7,038	
- Unrealised income / (loss)		**780**			(117)	
		4,282			6,921	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			**50.2055**			50.1537
Net assets value per unit at end of the period			**51.2234**			51.6347

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Abdul Karim	Imran Motiwala	Muhammad Munir Abdullah
Chairman	Chief Executive Officer	Chief Financial Officer

CONDENSED INTERIM CASH FLOWS STATEMENT (UNAUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	Note	2020	2019
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Profit for the period before taxation		**3,675**	6,897
Adjustments			
Amortisation of preliminary expenses and floatation costs		**72**	72
Net unrealised (appreciation) / dminution on remeasurement of investments classified as 'financial assets at fair value through profit and loss'		**(780)**	117
		2,967	7,086
(Increase) / decrease in assets			
Investments		**16,775**	1,251
Profit receivable on bank deposits and sukuk certificates		**2,713**	(413)
Deposits, prepayments and other receivables		**(62,416)**	20
		(42,928)	858
Increase / (decrease) in liabilities			
Payable to AKD Investment Management Limited - Management Company		**(13)**	(265)
Payable to MCB Financial Services Limited - Trustee		**(13)**	2
Payable to Securities and Exchange Commission of Pakistan		**(43)**	(112)
Accrued expenses and other liabilities		**47,363**	(623)
		47,294	(998)
Net cash generated from operating activities		**7,333**	6,946
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issue of units		**195,515**	106,062
Payment against redemption of units		**(281,253)**	(88,543)
Net cash generated from / (used in) financing activities		**(85,738)**	17,519
Net increase / (decrease) in cash and cash equivalents		**(78,405)**	24,465
Cash and cash equivalents at beginning of the period		**232,235**	178,015
Cash and cash equivalents at end of the period	5	**153,830**	202,480

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For AKD Investment Management Limited
(Management Company)

Abdul Karim	Imran Motiwala	Muhammad Munir Abdullah
Chairman	Chief Executive Officer	Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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

The Fund is an open-ended collective investment scheme and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.

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

The Management Company has been assigned a quality rating of "AM3++" by Pakistan Credit Rating Agency Limited (PACRA) on February 08, 2020. The Fund has been given stability rating of 'A+(f)' by PACRA on April 24, 2020.

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

2. BASIS OF PREPARATION

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 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.

2.2 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 2020.

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

3. SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES

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

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 2020.

4. FINANCIAL RISK MANAGEMENT

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

	Note	(Un-audited) September 30, 2020	Audited June 30, 2020
5. BANK BALANCES		(Rupees in '000)	
In saving accounts	5.1	**153,830**	232,235

5.1 This represent bank accounts held with different banks. Mark-up rates on these accounts range between 5% to 6% (June 30, 2020: 5% to 7.5%) per annum.

6. INVESTMENTS

Financial assets at Fair value through profit or loss			
- Sukuk certificates - Listed	6.1.1	**22,941**	22,911
- Sukuk certificates - Unlisted	6.1.2	**25,750**	25,000
		48,691	47,911
At amortised cost			
- Commercial paper - Unlisted		**-**	16,775
		48,691	64,686

6.1 **At fair value through profit or loss**

Name of investee company	Rate of return	Number of certificates: As at July 01, 2020	Purchased during the period	Sold / Matured during the period	As at Sept. 30, 2020	Carrying value as at Sep. 30, 2020	Market value as at Sep. 30, 2020	Unrealised appreciation / (diminution) as at Sep. 30, 2020	Market value as a percentage of net assets	Market value as a percentage of total investments
						----- Rupees in '000 -----			----%----	
6.1.1 Sukuk certificates - Listed										
Dawood Hercules Corporation Limited	**8.16%**	**200**	**-**	**-**	**200**	**14,139**	**14,182**	**43**	**6.58%**	**29.13%**
BYCO Petroleum Pakistan Limited	**7.69%**	**150**	**-**	**-**	**150**	**8,772**	**8,759**	**(13)**	**4.06%**	**17.99%**
Total as at September 30, 2020						**22,911**	**22,941**	**30**		
Total as at June 30, 2020						22,553	22,911	358		
6.1.2 Sukuk certificates - Unlisted										
Hub Power Company Limited	**14.18%**	250.00	**-**	-	**250**	**25,000**	**25,750**	**750**	**11.95%**	**52.88%**
Total as at September 30, 2020						**25,000**	**25,750**	**750**		
Total as at June 30, 2020						25,000	25,000	-		

6.1.3 **Significant terms and conditions of sukuk certificates are as follows:**

Name of investee company	Face value per certificate (Rupees)	Redeemed Face value per certificate (Rupees)	Markup rate	Issue date	Maturity date	Secured / Unsecured	Rating
Sukuk Certificates - Listed							
Dawood Hercules Corporation Limited	100,000	70,000	3 months KIBOR + 1.00%	November 16, 2017	November 16, 2022	Secured	AA
BYCO Petroleum Pakistan Limited	100,000	58,333	3 months KIBOR + 1.05%	January 18, 2017	January 18, 2022	Secured	AAA
Sukuk Certificates - Unlisted							
Hub Power Company Limited	100,000	100,000	1 year KIBOR + 1.90%	March 19, 2020	March 19, 2024	Secured	AA+

		Note	(Un-Audited) 30-Sep-2020	(Audited) 30-Jun-2020
			(Rupees in '000)	
7	**PROFIT RECEIVABLE ON BANK AND SUKUK CERTIFICATES**			
	Profit on bank balance		**642**	1,475
	Profit on Commercial paper		**-**	929
	Income Receivable on Sukuk		**399**	1,350
			1,041	3,754
8	**DEPOSITS AND PREPAYMENTS AND OTHER RECEIVABLES**			
	Security deposits with			
	- Central Depository Company of Pakistan Limited		**100**	100
	Prepaid PSX Listing Fee		**20**	-
	Prepaid Shairah Advisor fee		**105**	173
	Receivable against conversion of units		**62,464**	-
	Advance Tax		**54**	54
			62,743	327
9	**PRELIMINARY EXPENSES AND FLOATATION COST**			
	Preliminary expenses and floatation cost		**757**	1,044
	Less: Amortised during the period / year	9.1	**(72)**	(287)
			685	757

9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

		Note	(Un-Audited) 30-Sep-2020	(Audited) 30-Jun-2020
10	**PAYABLE TO MANAGEMENT COMPANY**			
	Remuneration	10.1	**63**	100
	Sales tax on management fees	10.2	**8**	13
	Expenses allocated by the management company	10.3	**54**	25
	Formation cost		**1,044**	1,044
			1,169	1,182

10.1 During the period the Management Company has charged 0.4% p.a. management fee from July 01, 2020 to September 30, 2020 on the daily net assets of the Fund.

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

10.3 SECP vide SRO 639 dated June 20, 2019 has removed the maximum cap of 0.1% (as per Regulation 60 of the NBFC Regulations expenses related to registrar services, accounting, operations and valuation services, related to a Collective Investment Scheme (CIS)). Accordingly, the Management Company has charged expenses at the rate of 0.15% per annum of the average annual net assets of the Fund being lower than actual expenses chargeable to Fund, from July 01, 2020 to September 30, 2020.

		Note	(Un-Audited) 30-Sep-2020	(Audited) 30-Jun-2020
			(Rupees in '000)	
11	**PAYABLE TO THE TRUSTEE**			
	Trustee fee	11.1	**19**	30
	Sindh Sales Tax	11.2	**2**	4
			21	34

11.1 The Trustee is entitled to a monthly remuneration to be paid monthly in arrears 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 tariff structure applicable to the fund is as follows:

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

11.2 Sindh Sales Tax is charged at 13% (June 30, 2020: 13%) on Trustee fee.

		Note	(Un-Audited) 30-Sep-2020	(Audited) 30-Jun-2020
			(Rupees in '000)	
12	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**			
	Annual fee payable to SECP	12.1	**9**	52

12.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 a collective investment scheme is required to pay as annual fee to the Securities and Exchange Commission of Pakistan, an amount equal to 0.02% (June 30, 2020: 0.02%) percent of the average annual net assets of the scheme. The fee is payable annually in arrears.

		Note	(Un-Audited) 30-Sep-2020	(Audited) 30-Jun-2020
			(Rupees in '000)	
13	**ACCRUED AND OTHER LIABLITIES**			
	Auditors remuneration		**231**	173
	Printing charges payable		**120**	150
	Provision for SWWF	13.1	**980**	905
	Payable againt conversion of units		**47,812**	-
	Payable againt Redemption of units		**1,010**	-
	Withhoding tax and Others payables		**106**	1,668
			50,259	2,896

13.1 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 0.50 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).

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters during financial year ended June 30, 2017. Based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited), MUFAP had recommended to all its members to reverse the Federal WWF and start recording of Sindh WWF. Consequently, the Fund has recorded provision of Rs. 0.075 million (Sep 30, 2019: 0.141 million) for the period and Rs. 0.980 million (June 30, 2020: Rs. 0.905 million) in aggregate in respect of SWWF.

Had the provision for SWWF not been recorded in the financial statements of the Fund, the net asset value of the Fund as at September 30, 2020 would have been higher by Re. 0.233 per unit (June 2020: 0.153 per unit).

14 CONTINGENCIES AND COMMITMENTS

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

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2020 is 1.68% (2019: 1.00%) (annualised) which includes 0.27% (2019: 0.28%) (annualised) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, Sales Taxes, Annual fee to the SECP. This ratio is within the maximum limit of 2.5% (2019: 2.5%) prescribed under the NBFC Regulations for a collective investment scheme categorised as " Shariah Compliant Income Scheme".

16 TAXATION

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

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include AKD Investment Management Limited, being the Management MCB Financail Services Limited, being the Trustee, Aqeel Karim Dhedhi Securities (Private) Limited, AKD Securities Limited, directors, officers and other connected persons of the Management Company and their connected persons.

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

17.1 Transactions during the period

	(Un-Audited) Period ended September 30, 2020	2019
	(Rupees in '000)	
AKD Investment Management Limited - Management Company		
Remuneration to the Management Company	**188**	-
Sales Tax Provincial on Management Remuneration	**25**	-
Expenses allocated by the Management Company	**71**	59
Redemption of Nil units (2019: 56)	**-**	3
MCB Financial Services Limited - Trustee		
Remuneration to the Trustee	**56**	71
Sales tax on trustee remuneration payable	**7**	11
Company Secretary and Chief Operating (with spouse and minor children) Officer of the Management Company		
Issue of 417 units (2019: Nil units)	**21**	-
Redemption of 19,239 units (2019: Nil)	**966**	-
Chief Executive Officer of the Management Company		
Issue of 232 units (2019: Nil)	**12**	-
Redemption of 232 units (2019: Nil)	**12**	-
Chief Financial Officer of the Management Company		
Issue of 13 (2019: Nil)	**1**	-
Spouse of the Chief Executive Officer of the Management Company		
Issue of 25,652 units (2019: 12,183)	**1,299**	613
Redemption of 2,249,388 units (2019: 200,541)	**113,086**	10,250
Shahid Hanif Hafiz* - Connected person due to holding of more than 10% units		
Issue of Nil units (2019: 1,212,952)	**-**	61,329

* Prior period connected party, current figures not shown

		(Un-Audited) 30-Sep-2020	(Audited) 30-Jun-2020
		(Rupees in '000)	
17.2	**Balances outstanding at the period / year end**		
	AKD Investment Management Limited - Management Company		
	Remuneration payable	**63**	100
	Sales Tax Provincial on Management Remuneration	**8**	13
	Payable against expenses allocated by the Management Company	**54**	25
	Payable against formation cost	**1,044**	1,044
	MCB Financial Services Limited - Trustee		
	Remuneration payable	**19**	30
	Sindh Sales Tax on trustee remuneration payable	**2**	4
	Receivable / Payable against conversion of units between AKD Funds		
	Receivable against Conversion of units - AKD Opportunity Fund	**53,569**	-
	Receivable against Conversion of units - AKD Islamic Stock Fund	**8,788**	-
	Receivable against Conversion of units - Golden Arrow Stock Fund	**107**	-
	Payable against Conversion of units - AKD Opportunity Fund	**45,487**	-
	Payable against Conversion of units - AKD Islamic Stock Fund	**2,325**	-
	Spouse of the Chief Executive Officer of the Management Company		
	Outstanding Nil units (June 2020: 2,223,736 units)	**-**	111,644
	Chief Financial Officer of the Management Company		
	Outstanding 854 units (June 2020: 841 units)	**44**	42
	Company Secretary and Chief Operating (with spouse and minor children) Officer of the Management Company		
	Outstanding Nil units (June 2020: 18,822 units)	**-**	945
	Muhammad Farid Alam - Key Management Personnel of Associated Company		
	Outstanding 30,798 units (June 2020: 30,798 units)	**1,578**	1,546
	Afsheen Aqeel Dhedhi - Close relative of the Sponsor of the Management Company		
	Outstanding 28 units (June 2020: 28 units)	**1**	1
	Askari General Insurance Co. Ltd. - Connected person due to holding of more than 10% units**		
	Outstanding 574,242 units (June 2020: Nil units)	**29,415**	-
	Silk Bank Employee Provident Fund - Connected person due to holding of more than 10% units		
	Outstanding units 1,003,629 (June 2020: 1,003,629 units)	**51,409**	50,388

* Prior period connected party, current figures not shown
** Current period connected party, prior period figures not shown

18. 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 recognized 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).

The following table show the carrying amount and fair values of financial assets and financial liabilities including the levels in the fair value hirearchy.

	As at September 30, 2020						
	Carrying Amount			Fair Value			
	At fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			(Rupees in '000)			
ASSETS							
Financial assets measured at fair value							
Investment	**48,691**	**-**	**48,691**	**-**	**48,691**	**-**	**48,691**

	As at June 30, 2020						
	Carrying Amount			Fair Value			
	At fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			(Rupees in '000)			
ASSETS							
Financial assets measured at fair value							
Investment	47,911	16,775	64,686	-	64,686	-	64,686

During the period ended September 30, 2020, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

20. CORRESPONDING FIGURES

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

21. GENERAL

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

For AKD Investment Management Limited
(Management Company)

Abdul Karim	**Imran Motiwala**	**Muhammad Munir Abdullah**
Chairman	Chief Executive Officer	Chief Financial Officer

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Management Ltd.

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