



# DAWOOD INCOME FUND

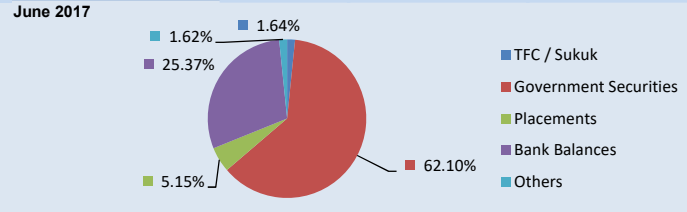
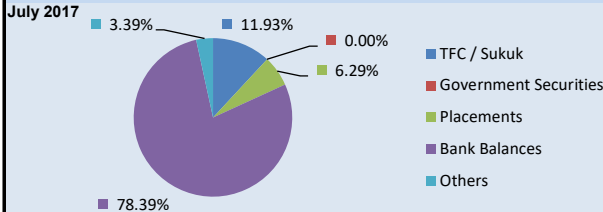
## FUND MANAGER'S REPORT - JULY 2017

### FUND STATISTICS

### PERFORMANCE STATISTICS

|                      |   |  |                 |
|----------------------|---|--|-----------------|
| Name of Fund         | Dawood Income Fund                            | Net Assets   | PKR 252.2 M     |
| Structure            | Open End                                      | NAV per unit   | PKR 80.5857     |
| Industry Category    | Income  | Wt. Avg. Time To Maturity  | 1.068 Years     |
| Benchmark            | Avg. 6 Month KIBOR                            | <b>ANNUALIZED RETURNS</b>  |                 |
| Trustee & Custodian  | MCB Financial Services Limited                | <b>PERFORMANCE PERIOD</b>  | <b>RETURN %</b> |
| Auditor              | KPMG Taseer Hadi & Co. Chartered Accountants  | July 2017  | 27.75%          |
| Registrar            | M/s F.D. Registrar Services (SMC-Pvt) Limited | FYTD 2018  | 27.75%          |
| Legal Advisor        | Rauf & Ghaffar Law Associates Advocates       | Rolling 12 Months July 2017  | 15.08%          |
| Launch Date          | 19-May-2003                                   | FY 2017  | 16.32%          |
| Listing              | PSX   | FY 2016  | 22.61%          |
| Duration             | Perpetual                                     | FY 2015  | 6.41%           |
| Management Fee       | 1.50% per annum                               | FY 2014  | 6.18%           |
| Total Expense Ratio* | 2.95%* p.a                                    | FY 2013  | 1.34%           |
| Sales Load           | 1% Front End                                  | Last Ten years   | 4.62%           |
| Pricing Mechanism    | Forward                                       |  | 12.40%          |
| Leverage             | Nil   | <b>INVESTMENT OBJECTIVE</b>  |                 |
| Risk Profile         | Medium  | To preserve the investor's capital while providing a return greater than that offered by other investments of similar risk profile through investments in a portfolio of money market instruments. |                 |
| AMC Rating           | Non-rated                                     |  |                 |
| Stability Rating     | Non-rated                                     |  |                 |

| ASSET ALLOCATION<br>(% of Total Assets) | Jul-2017 | Jun-2017 | CREDIT QUALITY | Jul-2017 | Jun-2017 |
|---|----------|----------|----------------|----------|----------|
| TFC / Sukuk                             | 11.93%   | 1.64%    | AAA            | 0.00%    | 62.09%   |
| Government Securities                   | 0.00%    | 62.09%   | A+             | 11.93%   | 1.64%    |
| Placements                              | 6.29%    | 5.15%    | AA+            | 6.29%    | 5.15%    |
| Bank Balances                           | 78.39%   | 29.49%   | AA-            | 78.39%   | 29.49%   |
| Others                                  | 3.39%    | 1.62%    | Unrated        | 3.39%    | 1.62%    |



### DETAILS OF NON COMPLIANT INVESTMENT

| Name of Investment                        | Type  | Value Before Provision | Provision (if any) | Value After Provision | % Net Assets | % Gross Assets |
|---|-------|------------------------|--------------------|-----------------------|--------------|----------------|
| Dewan Cement Limited                      | TFC   | 108,908,514            | 108,908,514        | -                     | 0.00%        | 0.00%          |
| Invest Capital and Investment Bank Limite | TFC   | 20,000,000             | 20,000,000         | -                     | 0.00%        | 0.00%          |
| Eden Housing Limited                      | SUKUK | 2,887,171              | 2,887,171          | -                     | 0.00%        | 0.00%          |
| New Allied Electronics Industries Limited | TFC   | 25,433,190             | 25,433,190         | -                     | 0.00%        | 0.00%          |
|   |       | <b>157,228,875</b>     | <b>157,228,875</b> | <b>-</b>              | <b>0.00%</b> | <b>0.00%</b>   |

### TOP TEN DEBT SECURITIES

| INVESTEE COMPANY              | TYPE  | %     |
|-------------------------------|-------|-------|
| Dubai Islamic Bank Limited*   | SUKUK | 9.91% |
| ORIX Leasing Pakistan Limited | COI   | 6.29% |
| TPL Trakker Limited           | SUKUK | 2.01% |

Net assets of Dawood Income Fund (DIF) stood at Rs.PKR 252.2 M as on July 31, 2017. DIF has provided an annualized return of 27.75% for the period ended of July 31, 2017 as compared to its benchmark return of 6.02% during the same period.

### SWWF DISCLOSURE

The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1.63 million. Had that not been provided, the NAV per unit/return for the period would have been higher by Rs. 0.52 / 0.65%. For details investors are advised to read the Note 12.1 of the latest Financial Statements of the Scheme for the period ended June 30, 2017.

\* The Investment in Dubai Islamic Bank Limited Sukuk was non-compliant from July 14, 2017 till August 1, 2017 as the investment was 10.51% of net assets of the CIS

### INVESTMENT COMMITTEE

### REGISTERED ADDRESS

### CUTT-OFF TIMINGS OF FUNDS

|                                |                         |   |                 |                   |                   |
|--------------------------------|-------------------------|---|-----------------|-------------------|-------------------|
| Tara Uzra Dawood               | Chief Executive Officer | <b>786 INVESTMENTS LIMITED</b><br>G3, Ground Floor BRR Tower, Hassan Ali Street, Off I.<br>I. Chundrigar Road, Karachi 74000, Pakistan<br>UAN: (92 21) 111-DAWOOD (329663)<br>Tel: (92 21) 32603751-55<br>Email: dcm@edawood.com<br>URL: www.786investments.com | Business Day    | Business Hours    | Cut-Off Timings   |
| Muhammad Abbas                 | Senior Manager Finance  |   | Monday-Thursday | 9:00 AM - 5:30 PM | 9:00 AM - 3:30 PM |
| Muhammad Aslam (On Invitation) | Fund Manager            |   | Friday          | 9:00 AM - 5:30 PM | 9:00 AM - 4:30 PM |
| Umair Manzoor (On Invitation)  | Chief Financial Officer |   |                 |                   |                   |

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved