



Dawood Income Fund

Fund Manager Report

JULY'18

Investment Objective

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.

Fund Manager's Comments

During the month the fund size increased from 334.72 mn to 422.803 mn. The Fund made monthly annualize return of 16.59% for the month ended July 31, 2018 as compared to its benchmark return of 7.42% during the same period. The exposure in government securities is increased due to purchase in T-Bill.

Fund Statistics		Asset Allocation (% of Total Assets)		
Name of Fund	Dawood Income Fund	Assets	Jul-18	Jun-18
Type	Open End	Government Securities	68.27%	29.17%
Category	Income	TFC / Sukuk	14.24%	18.05%
Net Assets	PKR 422.803 million	Bank Balances	9.91%	43.50%
Net Assets Value per unit	PKR 80.9099	TDR	6.93%	8.78%
Wt. average Time to maturity	1.03 years	Others	0.65%	0.50%
Benchmark	Avg. 6 Month KIBOR	Asset Allocation (Credit Quality)		
Trustee & Custodian	MCB Financial Services Limited	Credit Quality	Jul-18	Jun-18
Auditor	Riaz Ahmad & Co. Chartered Accountants	AAA	68.27%	29.17%
Registrar	M/s F.D. Registrar Services (SMC-Pvt) Limited	AA	6.93%	22.82%
Launch Date	19-May-2003	AA-	16.02%	8.79%
Listing	PSX	A+	8.12%	38.72%
Duration	Perpetual	Unrated	0.66%	0.50%
Management Fee	1.50% per annum	Fund Returns		
Total Expense Ratio*	2.62%* p.a	Periods	Returns	Benchmark
Sales Load	1% Front End	July 2018	16.59%	7.42%
Pricing Mechanism	Forward	FYTD 2019	16.59%	7.42%
Leverage	Nil	Rolling 12 Months July 2018	10.98%	6.33%
Risk Profile	Medium	FY 2018	11.89%	6.22%
AMC Rating	AM3 (29 May 2018)	FY 2017	16.29%	5.98%
Stability Rating	AA-(f) by PACRA (30 June 2018)	FY 2016	22.61%	6.50%
Subscription	PKR. 5,000/-	FY 2015	6.41%	9.00%
		FY 2014	6.18%	9.80%
		last 10 years	8.66%	9.81%

* This includes 0.63% representing government levy, SWWF and SECP fee. (Annualized)

TOP TEN DEBT SECURITIES			Investment Committee		
INVESTEE COMPANY	Type	% of Total Assets	Tara Uzra Dawood	Chief Executive Officer	
Dawood Hercules Corporation Limited	SUKUK	6.93%	Tauqir Shamshad	COO / CIO / Fund Manager	
Dubai Islamic Bank Limited	SUKUK	6.12%	Talal Ismail Pasha	Chief Financial Officer	
TPL Trakker Ltd.	SUKUK	1.19%	Muhammad Abbas	AVP Finance	
			Shaheryar Ali	Risk Officer	

Returns are computed on the basis of NAV to NAV with dividend reinvested

Details of Non-Compliant Investment						
Name of Investment	Type	Value before Provision	Provision (if any)	Value after Provision	% of Net Assets	% of Gross Assets
Dewan Cement Limited	TFC	92,153,358	92,153,358	-	0.00%	0.00%
Eden Housing Ltd.	Sukuk	2,887,171	2,887,171	-	0.00%	0.00%
New Allied Electronics Industires Limited	TFC	25,433,190	25,433,190	-	0.00%	0.00%

Registered Address	Cut-off Timings		
786 Investments Limited	Business / Dealing Days	Business Hours	Cut-off Timings
G3, Ground Floor BRR Tower, Hassan Ali Street, Off I. I. Chundrigar Road, Karachi 74000, Pakistan	Monday - Thursday	9:00 am - 6:00 pm	9:00 am - 3:30 pm
UAN: (92 21) 111-DAWOOD (329663) Tel: (92 21) 32603751-54	Friday	9:00 am - 6:00 pm	9:00 am - 4:30 pm
Email: info@786investments.com			
URL: www.786investments.com			

Other Information	SWWF Disclosure
The calculation of performance does not include cost of Front End Load. This return includes reversal of provisioning.	The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 2.35 million, Had that not been provided, the NAV per unit/return for the period would have been higher by Rs. 0.45 / 0.56%. For details investors are advised to read the Note 9.1 of the latest Financial Statements of the Scheme for the period ended March 31, 2018.
The Scheme holds certain Non-Compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements.	

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.

(MUFAP's recommended format)