



Dawood Income Fund

Fund Manager Report

April'19

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 to PKR 480.89 mn from PKR 419.68 mn. The Fund made monthly annualized return of 18.74% for the month ended April 30, 2019 as compared to its benchmark return of 11.12% during the same period.

Fund Statistics		Asset Allocation (% of Total Assets)		
Name of Fund	Dawood Income Fund	Assets	Apr-19	Mar-19
Type	Open End	TFC / Sukuk	23.81%	27.30%
Category	Income	Bank Balances	75.05%	71.41%
Net Assets	PKR 480.89 million	Others	1.14%	1.29%
Net Assets Value per unit	PKR 87.3965			
Wt. average Time to maturity	0.92 years			
Benchmark	Avg. 6 Month KIBOR			
Trustee & Custodian	MCB Financial Services Limited			
Auditor	Grant Thornton Anjum Rahman			
Registrar	M/s F.D. Registrar Services (SMC-Pvt) Limited			
Launch Date	19-May-2003			
Listing	PSX			
Duration	Perpetual			
Management Fee	1.50% per annum			
Total Expense Ratio*	2.49%* p.a			
Sales Load	1% Front End			
Pricing Mechanism	Forward			
Leverage	Nil			
Risk Profile	Medium			
AMC Rating	AM3 (28 December 2018)			
Stability Rating	AA-(f) by PACRA (30 April 2019)			
Subscription	PKR. 5,000/-			

Asset Allocation (Credit Quality)			
Credit Quality	Apr-19	Mar-19	
AA	6.06%	7.02%	
AA-	75.02%	71.38%	
A+	9.59%	10.95%	
A1+	8.19%	9.35%	
Unrated	1.14%	1.30%	

Fund Returns			
Periods	Returns	Benchmark	
April 2019	18.74%	11.12%	
FYTD 2019	11.45%	9.68%	
Rolling 12 Months April 2019	10.43%	9.18%	
FY 2018	11.89%	6.22%	
FY 2017	16.29%	5.98%	
FY 2016	22.61%	6.50%	
FY 2015	6.41%	9.00%	
FY 2014	6.18%	9.80%	
last 10 years	59.57%	9.77%	

* This includes 0.52% representing government levy, SWWF and SECP fee. (Annualized)

TOP TEN DEBT SECURITIES

INVESTEES COMPANY	Type	% of Total Assets
The Hub Power Company Limited	SUKUK	8.19%
Dawood Hercules Corporation Limited	SUKUK	6.06%
Dubai Islamic Bank Limited	SUKUK	5.42%
Agha Steel Industries Limited	SUKUK	3.07%
TPL Corp Ltd. (Formerly: TPL Trakker Ltd.)	SUKUK	1.07%

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

Investment Committee

Tara Uzra Dawood	Chief Executive Officer
Talal Ismail Pasha	Chief Financial Officer
Muhammad Abbas	AVP Finance
Shaheryar Ali	Risk Officer / Acting Fund Manager

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	79,586,991	79,586,991	-	0.00%	0.00%
Eden Housing Ltd.	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%

Registered Address

786 Investments Limited

G3, Ground Floor BRR Tower, Hassan Ali Street, Off I. I. Chundrigar Road, Karachi 74000, Pakistan
 UAN: (92 21) 111-DAWOOD (329663) Tel: (92 21) 32603751-54
 Email: info@786investments.com
 URL: www.786investments.com

Cut-off Timings

Business / Dealing Days	Business Hours	Cut-off Timings
Monday - Thursday	9:00 am - 6:00 pm	9:00 am - 3:30 pm
Friday	9:00 am - 6:00 pm	9:00 am - 4:30 pm

Other Information

The calculation of performance does not include cost of Front End Load.
 This return includes reversal of provisioning.

The Scheme holds certain Non-Compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements.

DIF has provided annualized return 11.45% due to agreement executed between the Management Company and Dewan Cement Ltd. for recovery of fully provided TFC of Dewan Cement Ltd.

SWWF Disclosure

The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 3.11 million. Had that not been provided, the NAV per unit/return for the period would have been higher by Rs. 0.57 / 0.65%. For details investors are advised to read the Note 10.2 of the latest Financial Statements of the Scheme for the period ended March 31, 2019.

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)