



Dawood Income Fund

Fund Manager Report

May'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 from PKR 480.89 mn to PKR 516.57 mn. The Fund made monthly annualize return of 8.48% for the month ended May 31, 2019 as compared to its benchmark return of 11.95% during the same period.

Fund Statistics	
Name of Fund	Dawood Income Fund
Type	Open End
Category	Income
Net Assets	PKR 516.57 million
Net Assets Value per unit	PKR 88.0256
Wt. average Time to maturity	0.83 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*	2.48%* 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/-

* This includes 0.51% representing government levy, SWWF and SECP fee. (Annualized)

Asset Allocation (% of Total Assets)			
Assets	May-19	Apr-19	
TFC / Sukuk	22.18%	23.81%	
Bank Balances	76.67%	75.05%	
Others	1.15%	1.14%	

Asset Allocation (Credit Quality)			
Credit Quality	May-19	Apr-19	
AA	5.63%	6.06%	
AA-	0.56%	75.02%	
A+	85.03%	9.59%	
A1+	7.63%	8.19%	
Unrated	1.15%	1.14%	

Fund Returns			
Periods	Returns	Benchmark	
May 2019	8.48%	11.95%	
FYTD 2019	11.25%	9.87%	
Rolling 12 Months May 2019	9.77%	9.38%	
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%	

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

TOP TEN DEBT SECURITIES		
INVESTEY COMPANY	Type	% of Total Assets
The Hub Power Company Limited	SUKUK	7.63%
Dawood Hercules Corporation Limited	SUKUK	5.63%
Dubai Islamic Bank Limited	SUKUK	5.05%
Agha Steel Industries Limited	SUKUK	2.86%
TPL Corp Ltd. (Formerly: TPL Trakker Ltd.)	SUKUK	1.01%

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.

DFI has provided annualize return 11.25 % 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. 0.54 / 0.61%. 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)