

UBL Growth and Income Fund (UGIF)**Managed By: UBL Fund Manager Limited****Fund Stability Rating****Latest Rating****A+(f)****31-Dec-25****What is Fund Stability Rating**

Fund Stability Rating (FSR) is a measure used to assess the stability and risk associated with a mutual fund or investment portfolio. The stability rating combines a comprehensive quantitative evaluation of the fund's portfolio with a qualitative assessment of fund management. This rating offers investors an impartial gauge of the primary areas of risk that income funds may face, including credit risk, liquidity risk, and interest rate risk.

Fund Information

Launch Date	March 02, 2006
Fund Type	Open End
Category	Aggressive Income Fund
Risk Profile	Medium
Auditor	Yousuf Adil, Chartered Accountants
Trustee	Central Depository Company Pakistan Limited
Front-end Load	Upto 1.5%
Back-end Load	Nil
Benchmark	Average of 1 year KIBOR rates
MQR Rating	AM1 (VIS)
Mgt. Fee	Up to 2.5% of daily net assets not to exceed max. TER regulatory limit

Fund Overview

UBL Growth and Income Fund (the Fund) is an open-end, aggressive fixed income fund constituted under a Trust Deed entered into on December 12, 2004, between UBL Fund Managers Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee and launched on March 02, 2006.

Investment Objective

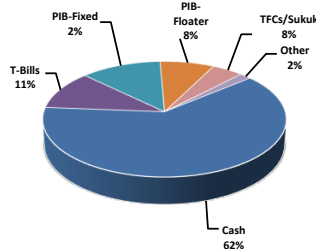
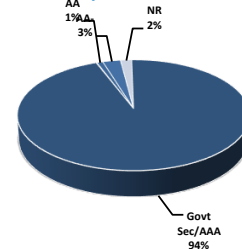
To invest in medium to long-term fixed income instruments as well as short-tenor money market instruments and seek to generate superior, long-term, risk-adjusted returns while perserving capital over the long term.

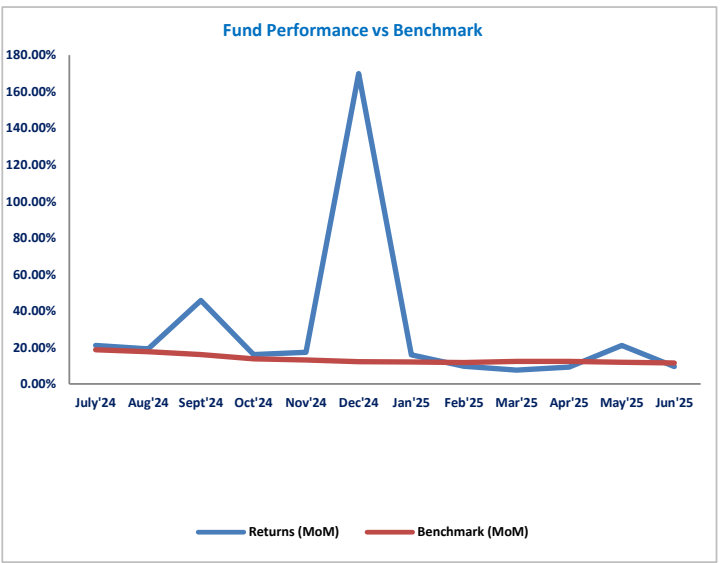
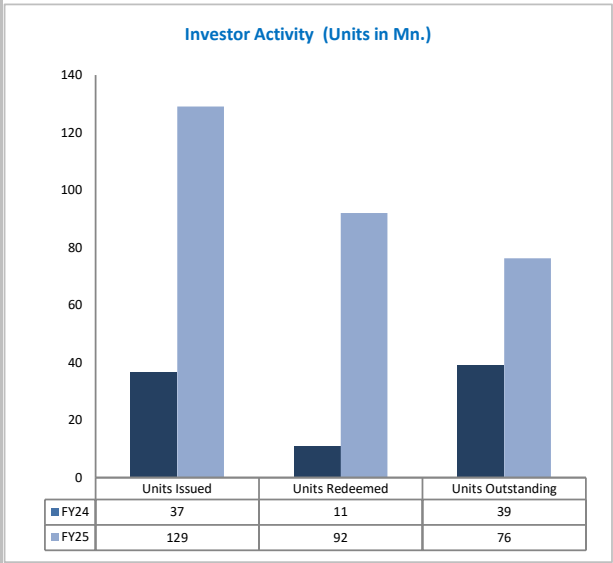
Offering Document (Extract)

Description	Minimum rating	Min- Max Limits
Government securities	N/A	0% - 100%
Debt Securities including TFCs, Sukuks	N/A	0% - 90%
Term Deposit Receipts	N/A	0% - 90%
Commercial Paper	N/A	0% - 90%
MTS and Spread Transaction	N/A	0%-90%
Cash & Cash Equivalent/ Near Cash Instruments including cash	N/A	10%-100%
Non-traded Securities including reverse repo, bank deposits, money market placements, certificate of investment (COI), certificate of Musharka (COM), Certificate of Deposit (COD).	N/A	0% - 90%
Any other Securities or Instruments that may be permitted or approved under SECP rules, regulations or any other directive from time to time.	N/A	0% - 30%

Net Assets

	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	1,194	3,347	6,539

Asset Allocation - Jun'25**Credit Quality - Jun'25**



Credit Quality (FY'25)	Average	Maximum	Minimum	Avg. Asset Allocation (% wise)	FY'24 Avg.	FY'25 Avg.
Govt Sec/AAA	80.03%	94.42%	41.73%	Cash	27.71%	19.10%
AA+	0.29%	0.39%	0.12%	Commercial	0.00%	0.00%
AA	4.91%	35.94%	0.94%	Placement with	0.84%	0.00%
AA-	11.21%	29.12%	2.77%	T-Bills	6.35%	16.06%
A+	0.00%	0.01%	0.00%	PIB-Fixed	8.44%	20.19%
A	0.00%	0.00%	0.00%	PIB-Floater	18.30%	30.89%
A-	0.00%	0.00%	0.00%	GoP Ijara Sukuk	3.67%	0.00%
BBB+	0.00%	0.00%	0.00%	TFCs/Sukuk	27.57%	9.07%
BBB	0.00%	0.00%	0.00%	MTS & Spread	0.00%	0.29%
BBB-	0.00%	0.00%	0.00%	Transaction		
NR	3.56%	5.49%	1.63%	Other	7.13%	4.13%

*Non-rated includes receivables/accruals from securities of having a credit rating of not less than A+

Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY'24	FY'25
WAM in year(s)	2.89	4.32	0.88	5.00	Total Return	27.58%	34.02%
Duration (In Days)	294	467	73	1825	Benchmark Return	21.62%	13.68%
					Peer Average	22.78%	15.29%
					Peer Ranking	1/6	1/7

Fund Stability Analysis		
<p>The UBL Growth and Income Fund has been assigned a fund stability rating of A+(f). This rating indicates a moderate degree of stability in the Net Asset Value (NAV) of the fund, with risk factors that may vary with possible changes in the economy.</p>		
<p>Asset Allocation:</p> <p>During FY25, the Fund's Assets Under Management (AUM) recorded a YoY growth of ~95%, reaching Rs. 6.5b (FY24: Rs. 3.3b). Throughout this period, the Fund adhered to its mandate as outlined in the offering document. On average, Government Securities, including T-Bills and PIBs (Fixed and Floater), constituted the largest share of investments, collectively comprising ~67% of the Fund's portfolio.</p>		
<p>Credit Quality:</p> <p>Although the offering document does not prescribe a minimum rating threshold for investments, management has internally adopted a policy restricting exposures to instruments rated A- or higher, which was consistently adhered to during the year. On average, the portfolio remained heavily skewed toward Government Securities and AAA-rated avenues, together accounting for approximately 80% of total investments. The remaining exposures were primarily concentrated in AA and AA-rated instruments, reflecting a strong overall credit quality profile.</p>		
<p>Market and Liquidity Risk:</p> <p>The liquidity profile strengthened materially, with liquid assets increasing to approximately 86% of total assets (FY23: ~69%), enhancing the Fund's ability to meet redemption pressures. As of Jun'25, the investor base remained predominantly retail, accounting for around 97% of AUM (Jun'23: ~85%), which supports redemption stability. Investor concentration remains fairly diversified. Market risk remains moderate with WAM averaging at around 2.8years.</p>		
<p>Fund Performance:</p> <p>During FY25, the Fund's YTD returns clocked in at 34.02%, outperforming both its benchmark and peer average, and ranking as the top-performing fund amongst a total of seven funds in the category.</p>		

Financial Snapshot		
BALANCE SHEET	FY24	FY25
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
INCOME STATEMENT	FY24	FY25
Total Income	221.9	576.2
Profit Before Tax	237.3	954.3
Profit After Tax	237.3	954.3
RATIO ANALYSIS	FY24	FY25
Current Ratio (x)	N/A	N/A
Gearing (x)	N/A	N/A
FFO	N/A	N/A

Regulatory Disclosures			
Name of Rated Fund	UBL Growth and Income Fund	Sector	Mutual Funds
Type of Relationship	Solicited	Purpose of Rating	Fund Stability Rating (FSR)
Rating History			
Rating Type	Rating Date	Medium to Long Term	Rating Action
Fund Stability	31-Dec-25	A+(f)	Reaffirmed
Fund Stability	9-Jan-25	A+(f)	Reaffirmed
Fund Stability	29-Dec-23	A+(f)	Reaffirmed
Fund Stability	29-Dec-22	A+(f)	Reaffirmed
Fund Stability	13-Jan-22	A+(f)	Reaffirmed
Fund Stability	6-Jan-21	A+(f)	Upgrade
Fund Stability	31-Dec-19	A(f)	Reaffirmed
Statement by the Rating Team	VIS, the analysts involved in the rating process and members of its rating committee do not have any conflict of interest relating to the credit rating(s) mentioned herein. This rating is an opinion on credit quality only and is not a recommendation to buy or sell any securities.		
Probability of Default	VIS' ratings opinions express ordinal ranking of risk, from strongest to weakest, within a universe of credit risk. Ratings are not intended as guarantees of credit quality or as exact measures of the probability that a particular issuer or particular debt issue will default.		
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Rating Methodology	https://docs.vis.com.pk/Methodologies-2025/FSR-Methodology-Jan-2025.pdf		
Rating Scale	https://docs.vis.com.pk/docs/VISRatingScales.pdf		

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