

Meezan Cash Fund (MCF)**Managed By: Al-Meezan Investment Management Limited****Fund Stability Rating****Latest Rating****AA+(f)****19-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	June 15, 2009
Fund Type	Open-End
Category	Money Market
Risk Profile	Low
Auditor	A.F. Ferguson & Company
Trustee	Central Depository Company of Pakistan Limited
Front-end Load	Nil
Back-end Load	0.1% if redemption within 3 days
Benchmark	90% 3M PKISRV rate + 10% 3M average of highest savings rates of three AA-rated Islamic Banks or Islamic windows selected by MUFAP.
MQR Rating	AM1 (VIS)
Mgt. Fee	Up to 1.25% of average daily net assets of the Scheme

Fund Overview

Meezan Cash Fund (the Fund) is an open-end money market fund constituted under a Trust Deed entered into on June 15, 2009, between Al-Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

Investment Objective

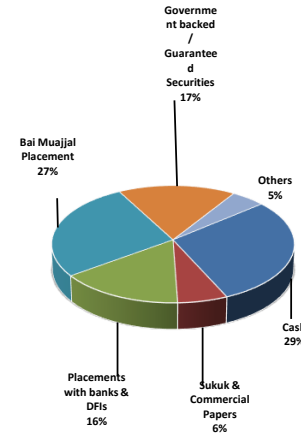
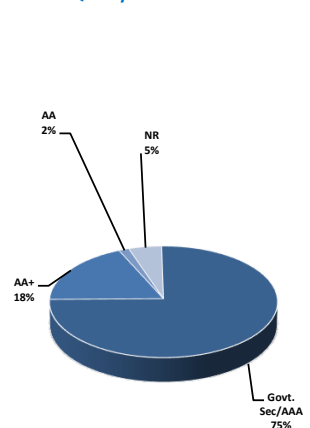
To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah compliant money market and debt securities.

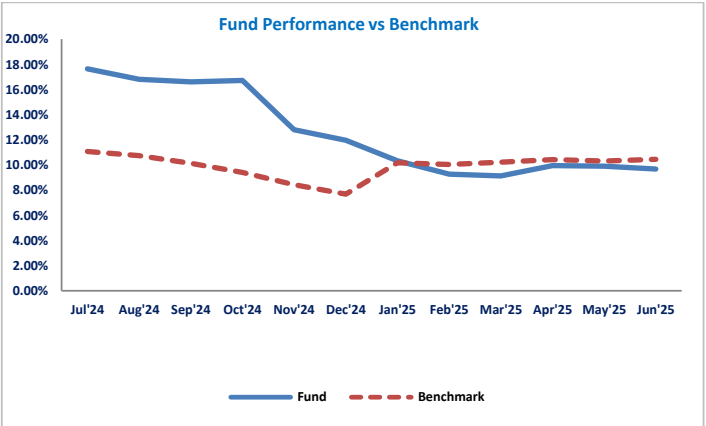
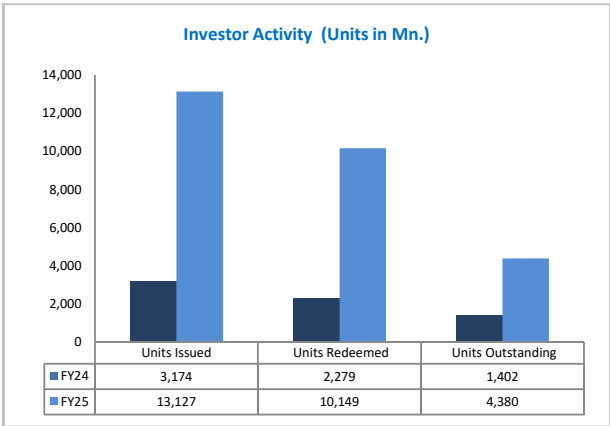
Offering Document (Extract)

Description	Minimum rating	Min- Max Limits
Shariah Compliant commercial papers and/or short term Sukuk of corporate entities	Double A (AA) / A1 (Short-term) and above	0%-20%
Shariah Compliant securities issued/guaranteed by GOP	NA	0%-90%
Cash in licensed Islamic Banks and Islamic windows of conventional Banks and GOP Ijarah Sukuks not exceeding 90 days	Double A (AA) and above (Bank Deposits)	10%-100%
Shariah compliant Money market placements such as Islamic TDR, Certificate of Islamic Investments (COII), Certificates of Musharakah (CoM), Islamic Certificates of Deposit (CoD), with Islamic Commercial Banks and Islamic DFIs or Islamic windows of Commercial banks and DFIs	Double A (AA) and above	0%-90%
Shariah Compliant Placements of funds (including TDR, PLS Saving deposit, COD, COM, COI, Money Market Placements and other clean placements of the funds) with all microfinance banks, non-banking finance companies and Modarabas	AAA	0%-25%
Any other Shariah Compliant investment whether local or international which may be authorized by the fund's Shariah Advisors, SECP and SBP	Double A (AA) / A1 (Short-term) and above	0%-As specified by SECP

Net Assets

	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	25,882	71,273	225,080

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		74.11%	94.21%	62.00%	Cash		70.92%	27.29%
AA+		13.19%	20.11%	0.13%	Sukuk & Commercial Papers		8.24%	6.61%
AA		4.67%	15.83%	0.00%	Placements with banks & DFIs		17.42%	23.64%
AA-		0.00%	0.00%	0.00%	Bai Muajjal Placement		0.00%	20.67%
A+		0.00%	0.00%	0.00%				
A		0.00%	0.02%	0.00%				
A-		0.00%	0.00%	0.00%				
A1+		2.70%	6.21%	0.00%				
A1		1.71%	3.73%	0.48%				
BBB+		0.00%	0.00%	0.00%				
BBB-		0.00%	0.00%	0.00%				
NR		3.61%	6.81%	1.69%				
Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance		FY'24	FY'25
WAM in year(s)	0.15	0.22	0.03	0.25	Total Return		21.22%	13.34%
Duration (In Days)	54	82	12	90	Benchmark Return		10.28%	9.93%
					Peer Average		21.42%	13.39%
					Peer Ranking		21/24	25/31

Fund Stability Analysis

Asset Allocation:

The Fund's Assets Under Management (AUM) expanded significantly to PKR 225.1 billion as of Jun'25 (Jun'24: PKR 71.3 billion), reflecting strong net inflows. Asset allocation remained broadly in line with the investment guidelines outlined in the offering document. During FY25, the portfolio was mainly deployed in cash, averaging 27.3% (FY24: 70.9%), followed by exposures to banks and DFIs at 23.6% (FY24: 17.4%). Investments in Bai Muajjal placements accounted for 20.7%, while government-backed securities increased to 18.3% (FY24: 0.2%), indicating improved diversification. Sukuk and commercial papers comprised 6.6% of the portfolio (FY24: 8.2%).

Credit Quality:

The rating is supported by the Fund's consistent adherence to its investment policy during FY25, with exposures largely maintained in AA and higher-rated issuers. Asset quality strengthened over the year, as the average allocation to AAA-rated securities increased to ~72.5% (FY24: 60.5%), alongside a rise in AA+ exposures to ~13.2% (FY24: 9.7%). Correspondingly, the share of AA-rated securities declined materially to ~4.7% (FY24: 23.1%), reflecting an improved credit mix.

Market and Liquidity Risk:

The Fund's average duration during FY25 was recorded at 54 days, higher than 14 days in FY24.

As of Jun'25, retail investors constituted the majority of the Fund's Assets Under Management (AUM), accounting for ~80.0% (Jun'24: 79.0%). The top 10 investors represented around 14.5% of total AUM (Jun'24: 23.0%), reflecting a low concentration risk.

Fund Performance:

During FY25, the Fund yielded an annualized return of 13.34% (FY24: 21.22%), outperforming the benchmark return of 9.93% (FY23: 10.28%) but marginally trailing the peer average of 13.39%. Within its peer group, the Fund ranked in the fourth quartile, placing 25th out of 31 funds.

Financial Snapshot

	FY24	FY25
BALANCE SHEET		
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
INCOME STATEMENT		
Total Income	8,403.2	17,659.4
Profit Before Tax	7,918.8	15,884.3
Profit After Tax	7,918.8	15,884.3
RATIO ANALYSIS		
Current Ratio (x)	N/A	N/A
Gearing (x)	N/A	N/A
FFO	N/A	N/A

Regulatory Disclosures			
Name of Rated Fund	Meezan Cash 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	19-Dec-25	AA+(f)	Reaffirmed
Fund Stability	6-Jan-25	AA+(f)	Reaffirmed
Fund Stability	29-Dec-23	AA+(f)	Reaffirmed
Fund Stability	3-Jan-23	AA+(f)	Upgrade
Fund Stability	31-Dec-21	AA(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.		
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Rating Scale	https://docs.vis.com.pk/docs/VISRatingScales.pdf		

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