

Dec 31, 2020

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**Investment Objective**

To provide investors, with consistent returns with high level of liquidity, through a blend of money market and sovereign debt instruments

ABL Cash Fund		
Rating Category	Latest	Previous
Fund Stability Rating	AA+(f) 31 Dec 2020	AA+(f) 20 Jan 2020
Management Company	ABL Asset Management Company Limited (ABL AMC)	
Chief Executive	Mr. Alee Khalid Ghaznavi	
Fund Manager	Mr. Fahad Aziz	
Trustee	Central Depository Company of Pakistan Limited	
Front-end Load	Nil	
Back-end Load	Nil	
Management Fee	0.5% of average daily net assets	
Benchmark	70%-Avg of 3M PKRV rates + 30% 3M Avg Deposit Rate of 3 AA rated banks	

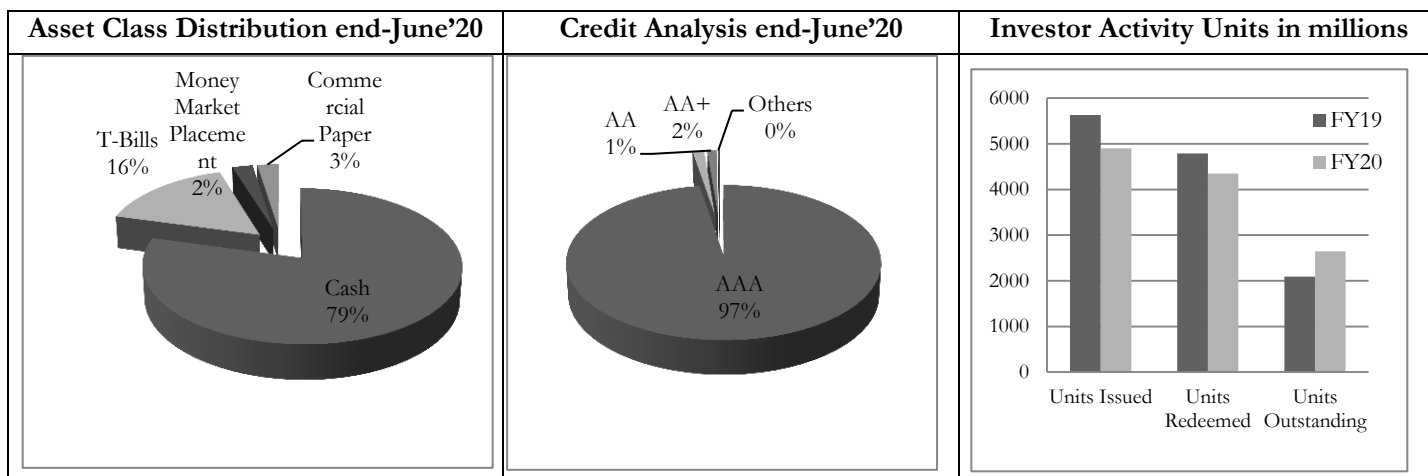


Table 1: Offering Document(extract)

Asset Class	Entity Rating	Instrument Rating	Exposure Limit (% of NAV)
Government securities	N/A	N/A	0%-100%
Cash in Bank Accounts	AA	N/A	0%-100%
Term Deposit Receipts	AA	N/A	0%-75%
Letter of Placement (LoP), Certificate of Deposits/Investments (COD/I) and Certificate of Musharika (COM) with any NBFC and Modaraba	AA	N/A	0%-25%
Any investment, which is an Authorised Investment under the Trust Deed or by the Commission.	AA	AA	30%

ABL Cash Fund (ABL-CF) was launched in 2010, operating as an open end money market fund. The fund aims to provide high liquidity options to its investors through deploying assets in short-term and sovereign instruments.

At end-FY20, net assets of the fund manifested an increase of 27% reporting at Rs. 26.9b (FY19: Rs. 21.2b).

In order to cater to its mandate, the fund must place its assets in minimum AA rated investment avenues where maximum time to maturity of assets shall not exceed 90 days.

### Asset Class Distribution

**Table 2: Asset allocation summary:**

	End-June FY19	End-June FY20	Avg. FY20
Cash	91%	79%	66%
T-Bills	0%	16%	18%
Others including receivables	1%	0%	2%
Commercial Papers	0.93%	2%	3%
Money Market Placements	7%	2%	11%

At end-June'20, the fund's asset allocation plan remained primarily concentrated in cash balances at 79% and 16% in T-bills. Month-on-month average analysis depict that 66% of the fund's assets were placed in cash, 18% in T-bills while remaining investment portfolio comprised of money market placements and commercial paper.

### Credit Quality:

**Table 3: Credit quality summary FY20**

	Average	Maximum	Minimum
AAA	49%	97%	12%
AA+	46%	85%	0%
AA	3%	11%	0%
Others	2%	6%	0%

The fund's Investment Policy Statement (IPS) restricts exposure in below 'AA' rated instruments. During FY20, average allocation in AAA rated instruments accounted for 49% of the AUMs, 46% in AA+ and 3% in AA rated instruments. No breach was witnessed during the year and the fund complied with the credit quality requisites for the assigned ratings.

### Market Risk:

The Weighted Average Maturity (WAM) of the fund is capped at 90 days for the purpose of countering any adverse movement in the benchmark rate. Moreover, the fund is prohibited from investing in any asset possessing maturity of higher than 6 months. During the year maximum and minimum WAM was reported at 90 and 6 days at end-

Apr'20 and end-Dec'19 respectively. There was no breach in the WAM and duration of the fund during FY20.

### Liquidity Profile:

Total number of investors increased to 3,714 (FY19: 3,543) at end-FY20. Portion held by retail investors and associates increased to 16% (FY19: 14%) and 25% (FY19: 0%), respectively, while investment by unrelated corporates declined to 60% (FY19: 80%). Owing to the fund's liquid asset allocation plan, ability to meet redemptions is considered sound.

### Fund Performance:

Performance of the fund is benchmarked against an equally weighted average of 3 month bank deposit rate (AA rated or above) and 3 month PKRV rates. Peer rankings of the fund stood at 12 out of a total of 21 funds for FY20 (FY19: 3 out of 20).

**Table 5: Performance summary**

Performance	FY19	FY20
Total Return	9.02%	12.61%
Benchmark Return	8.71%	11.62%
Relative Ranking	3/20	12/21

**Rating History**

Rating Date	Medium to Long Term	Outlook	Short Term	Rating Action
<b>RATING TYPE: Fund Stability Management Quality</b>				
31-Dec-20	AA+(f)			Reaffirmed
20-Jan-20	AA+(f)			Upgraded
16-Jan-19	AA(f)			Reaffirmed
16-Jan-18	AA(f)			Reaffirmed
30-Dec-16	AA(f)			Reaffirmed
31-Dec-15	AA(f)			Reaffirmed
13-Aug-14	AA(f)			Reaffirmed
17-Jan-13	AA(f)			Downgrade
06-Apr-12	AA+(f)			Harmonized
31-Dec-11	AA+(f)			Reaffirmed

<b>BALANCE SHEET</b>	<b>FY19</b>	<b>FY20</b>
<b>Paid Up Capital</b>	N/A	N/A
<b>Total Equity</b>	N/A	N/A
<b><u>INCOME STATEMENT</u></b>		
<b>Total Income</b>	1,883	3,070
<b>Profit Before Tax</b>	1,646	2,792
<b>Profit After Tax</b>	1,646	2,792
<b><u>RATIO ANALYSIS</u></b>		
<b>Current Ratio (x)</b>	N/A	N/A
<b>Gearing (x)</b>	N/A	N/A