

AI-Ameen Islamic Sovereign Fund (AISF)

Managed By: UBL Fund Managers Limited

Fund Stability Rating

Latest Rating

AA(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

Fund Overview

Launch Date	November 07, 2010
Fund Type	Open End
Category	Shariah Compliant Income Fund
Risk Profile	Medium risk of principal erosion
Auditor	A. F. Ferguson & Co., Chartered Accountants
Trustee	Central Depository Company of Pakistan Limited
Front-end Load	Upto 1.0%
Back-end Load	Nil
Benchmark	90% 6M PKISRV rates + 10% 6M Average of the highest rates on savings account of 3 AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
MQR Rating	AM1 (VIS)
Mgt. Fee	Up to 2.5% of daily net assets not to exceed max. TER regulatory limit

AI-Ameen Islamic Sovereign Fund (the Fund) is an open-end Shariah Compliant Income fund constituted under a Trust Deed entered into on Aug 25, 2010, between UBL Fund Managers limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

Investment Objective

The objective of the scheme is to generate a competitive return with minimum risk, by investing primarily in Shahriah Compliant Government Securities

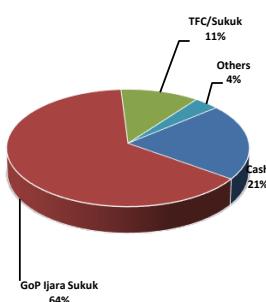
Offering Document (Extract)

Description	Minimum rating	Min- Max Limits
Shariah Compliant Government Securities	NA	70%-100%
Cash in Bank Accounts (excluding TDR) with Islamic Banks or with licensed Islamic Banking windows of Conventional Banks plus Near Cash instruments including short term shariah compliant Government securities having maturity not exceeding 90 days	AA-	25%-30%
Any other Shariah compliant non-traded security with maturity of up to 6 months including but not limited to (i) deposits in licensed Islamic Banks and licensed Islamic banking windows of conventional Banks; (ii) Placement of funds under, Musharaka, Mudarabah, Murabaha, Ijarah and Istisna Arrangements with banks and DFIs.	AA-	0%-30%
Any other Shariah compliant non-traded security with maturity exceeding 6 months, including but not limited to (i) deposits in licenced Islamic Banks and licenced Islamic banking windows of conventional Banks; (ii) Placement of funds under, Musharaka, Mudarabah, Murabaha, Ijarah and Istisna arrangements with banks and DFIs	AA-	0%-15%

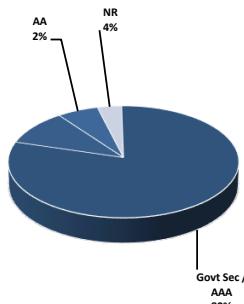
Net Assets

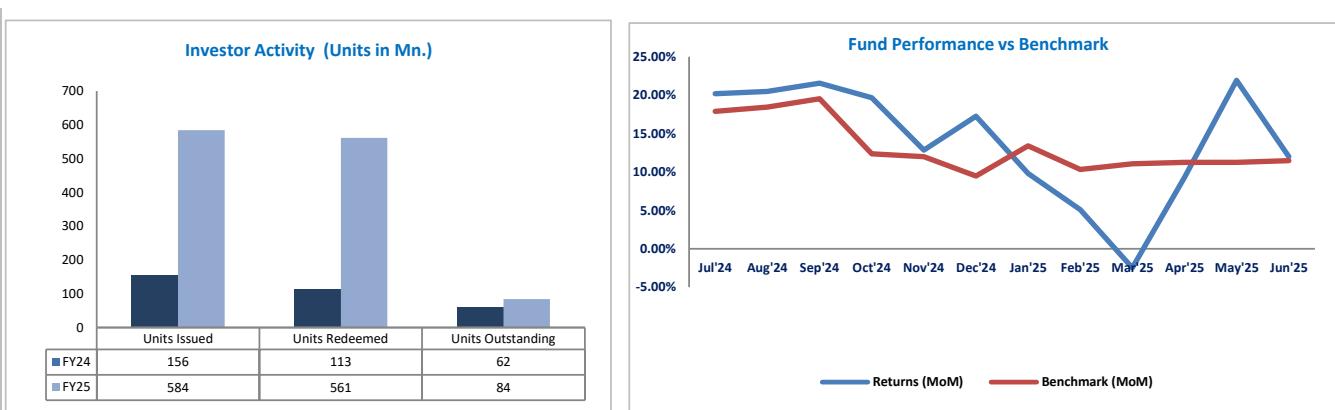
	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	2,073	6,267	8,590

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		83.49%	94.99%	74.84%	Cash	19.27%	20.77%
AA+		5.03%	12.47%	0.00%	GoP Ijara Sukuk	47.92%	61.31%
AA		8.22%	21.75%	0.55%	TFC/Sukuk	27.92%	7.91%
AA-		0.00%	0.00%	0.00%	Placement with banks	0.00%	6.12%
A+		0.00%	0.00%	0.00%	Others	4.87%	3.87%
A		0.00%	0.00%	0.00%			
A-		0.00%	0.00%	0.00%			
BBB+		0.00%	0.00%	0.00%			
BBB		0.00%	0.00%	0.00%			
BBB-		0.00%	0.00%	0.00%			
NR*		3.29%	5.31%	1.68%			

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

Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY'24	FY'25
WAM in year(s)	2.20	3.14	1.06	4.00	Total Return	20.33%	14.98%
Duration (In Days)	353	635	150	1460	Benchmark Return	20.58%	13.17%

Fund Stability Analysis

The Al-Ameen Islamic Sovereign Fund has been assigned a rating of AA(f). This rating indicates a high degree of stability in the Net Asset Value (NAV) of the fund. The risk associated with the fund is modest, but it may vary slightly due to changing economic conditions.

Asset Allocation:

During FY25, the Fund's Assets Under Management (AUM) grew by ~37%, reaching Rs. 8.5b (FY24: Rs. 6.3b). During FY25, the Fund's asset allocation did not fully comply with the guidelines stipulated in the offering document during Jul'24, Oct'24–Dec'24, and Jun'25 as the minimum requirement to maintain at least 70% investment in Shariah-compliant government securities, on a quarterly basis, was not met.

On average, the Fund's investments remained predominantly allocated in GoP Ijara, which accounted for ~61% of the portfolio, followed by cash and TFC/ Sukuk which constituted ~21% and ~8%, respectively.

Credit Quality:

During FY25, the Fund's credit exposures remained fully aligned with the stipulations of the offering document, maintaining investments in instruments rated AA and above. On average, the portfolio was predominantly concentrated in government securities/AAA rated assets, which accounted for ~83% of total investments, with the balance allocated to AA+ and AA rated instruments.

Market Risk and Liquidity Risk:

The Fund's liquidity profile remains strong, with liquid assets representing approximately 88% of total portfolio. However, retail investors' share declined to ~66% of the portfolio (FY24: 84%). Concentration in top ten clients also increased to 31% during the period (FY24: ~14%).

Fund Performance:

During FY25, the Fund yielded an annualized return of 14.98%, overperforming its benchmark as well as peer average, placing the Fund in the first quartile.

Financial Snapshot

	FY24	FY25
BALANCE SHEET		
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
INCOME STATEMENT	FY24	FY25
Total Income	769.3	2,657.6
Profit Before Tax	706.3	2,418.1
Profit After Tax	706.3	2,418.1
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	Al-Ameen Islamic Sovereign 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	AA(f)	Reaffirmed
Fund Stability	9-Jan-25	AA(f)	Reaffirmed
Fund Stability	29-Dec-23	AA(f)	Reaffirmed
Fund Stability	29-Dec-22	AA(f)	Reaffirmed
Fund Stability	13-Jan-22	AA(f)	Reaffirmed
Fund Stability	6-Jan-21	AA(f)	Upgrade
Fund Stability	31-Dec-19	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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