

Al Habib Cash Fund (AHCF)**Managed By: Al Habib Asset Management Limited****Fund Stability Rating****Latest Rating****AAA(f)****30-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	March 10, 2011
Fund Type	Open-ended
Category	Money Market Scheme
Risk Profile	Very Low (Principal at very low risk)
Auditor	BDO Ebrahim & Co. Chartered Accountants
Trustee	Central Depository Company of Pakistan Limited
Front-end Load	3% (Management has the discretion to reduce or waive load on any transaction)
Back-end Load	Nil
Benchmark	90% three (3) months PKRV rates + 10% three (3) months average of highest rates of saving accounts of three (3) AA rated scheduled banks as selected by MUFAP
MQR Rating	AM1
Mgt. Fee	0.55%

Al Habib Cash Fund (the Fund) is an open-ended mutual fund constituted under a Trust Deed entered into on March 10, 2011 between Al Habib Asset Management Limited and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

Investment Objective

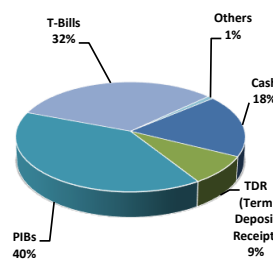
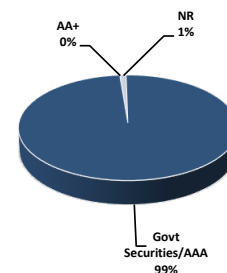
The investment objective of AHCF is to provide its unit holders optimum returns from a portfolio of low risk and short duration assets while maintaining high liquidity.

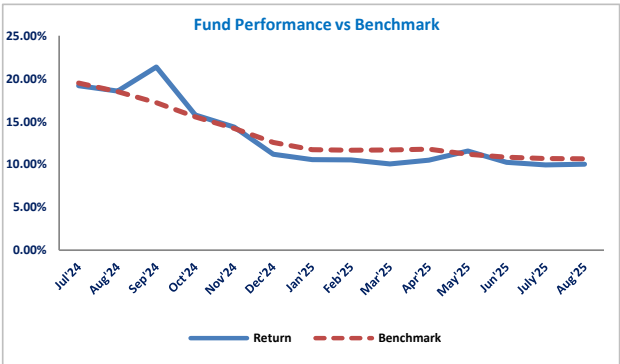
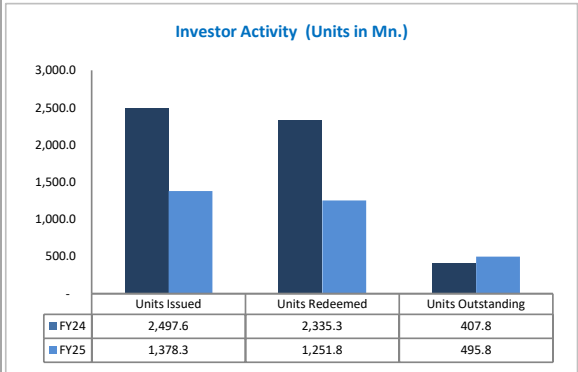
Offering Document (Extract)

Description	Minimum rating	Min- Max Limits
Cash in Bank Accounts & Treasury Bills that can be readily converted into cash	AA	10%-100%
Deposit in Current, Saving and PLS Banks	AA	0%-100%
Term Deposit Receipt (TDR) and clean placement with Banks	AA	0%-90%
Money Market Placements/Letter of Placements/Certificates of Investment (COIs) and DFIs	AA	0%-90%
Deposits (Current / Saving / PLS account, term Deposit), Certificate of Deposit (CODs), Certificate of Investments (COIs), Certificate of Musharaka (COM), money market placement and other clean placements of funds with Microfinance Banks, NBFCs and Modaraba	AA for banks and AAA for NBFC and Modarabas	0%-25%
Government Securities - (PIBs, Treasury Bills and GOP Ijara Sukuks) Less than or equal to 6 Months Maturity and other Government Securities	N/A	0%-100%
Reverse Repo against Government Securities or such other securities as allowed by the Commission	AA for bank/DFI and AAA for NBFC and Modaraba	0%-90%
Foreign Instruments (in authorized money market instruments and other money market mutual funds)	AA rated by International Rating Agency	Up to 30% of Net Assets or USD 15 Million, whichever is lower
Any other Instrument as authorized by the commission from time to time	AAA for NBFC & Modaraba and AA & above for others	0%-50%

Net Assets

	Jun'24	Jun'25	Aug'25
Net Assets (In PKR' Millions)	41,511	50,373	69,921

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



Credit Quality (FY'25)		Average	Maximum	Minimum	Avg. Asset Allocation (% wise)	FY'25 Avg.	Aug'25
Govt Securities/AAA		99.40%	99.80%	98.82%	Cash	5.13%	18.49%
AA+		0.01%	0.04%	0.00%	Term Deposit Receipt	0.00%	8.56%
AA		0.00%	0.00%	0.00%	Placements with DFIs	0.00%	0.00%
AA-		0.00%	0.00%	0.00%	PIBs	21.12%	39.82%
A+		0.00%	0.00%	0.00%	GOP Ijarah Sukuk	0.00%	0.00%
A		0.00%	0.00%	0.00%	T-Bills	73.36%	32.23%
A-		0.00%	0.00%	0.00%	TFCs/Sukuk	0.00%	0.00%
BBB+		0.00%	0.00%	0.00%	CP	0.00%	0.00%
BBB		0.00%	0.00%	0.00%	Spread/MTS	0.00%	0.00%
BBB-		0.00%	0.00%	0.00%	Others	0.54%	0.90%
NR		0.55%	1.12%	0.20%			
Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY'25	YTD Aug'25
WAM (In days)	71.83	87.00	50.00	90.00	Total Return (YTD)	14.55%	10.03%
Duration (In Days)	71.83	87.00	50.00	90.00	Benchmark Return (YTD)	13.86%	10.67%
					Peer Average	14.68%	9.79%
					Peer Ranking	19 out of 26	4 out of 27

Fund Stability Analysis

The Al Habib Cash Fund ('AHCF' or 'the Fund') has been assigned a Fund Stability rating of AAA(f). The Fund has demonstrated highest degree of stability in Net Asset Value; Risk is negligible with very low sensitivity to changing economic conditions. The Fund's size amounted to PKR 69,921m in Aug'25.

Asset Allocation:

During the period under review, the Fund's asset allocation remained aligned with the parameters outlined in the offering document. During FY25, on average, investments were predominantly held in government securities, with Treasury Bills constituting ~73% of the portfolio and Pakistan Investment Bonds accounting for ~21%, while the remaining portion was maintained in cash balances.

Credit Quality:

The Fund's portfolio credit quality remains strong and comfortably above the minimum AA threshold specified in the offering document. The portfolio is well aligned with the VIS benchmark for the assigned rating, with around 90% of investments placed in AAA-rated instruments and the balance in AA+-rated securities. Management has articulated an operational strategy to maintain at least 90% exposure to AAA-rated instruments, with any exposure to AA+-rated assets capped below 10%, supporting a conservative and high-quality credit profile. Adherence to the same will remain important for rating.

Market and Liquidity Risk:

The weighted average time to maturity (WAM) for FY25 on average was recorded at 72 days, which is below the stipulated threshold defined in the offering document, albeit it has increased from the previous year. WAM for Aug'25 stood at 57 days.

Liquidity profile of the Fund remained sound, as nearly all investments were held in liquid assets. The share of corporate investors in the Fund's AUM has increased, now accounting for ~79% of total investments and representing the majority of the Fund's net assets, while retail investors contributing ~14% to the total AUM. Client concentration risk is considered elevated, with top ten investors making up ~84% of the investments.

Fund Performance:

During FY25, the Fund delivered an annualized return of 14.55%, outperforming its benchmark but lagging behind peers. However, the Fund's YTD returns in Aug'25 outperformed the peer group, placing it in the first quartile.

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	7,086.5	10,928.8
Profit Before Tax	6,568.5	9,693.5
Profit After Tax	6,568.5	9,693.5
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 Habib 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	30-Dec-25	AAA(f)	Reaffirmed
Fund Stability	27-Dec-24	AAA(f)	Upgrade
Fund Stability	15-Nov-23	AA+(f)	Reaffirmed
Fund Stability	13-Dec-22	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		

Lead Analyst	Analyst
Shaheryar Khan Mangan	
shaheryar@vis.com.pk	

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