

*Date: January 1, 2021*

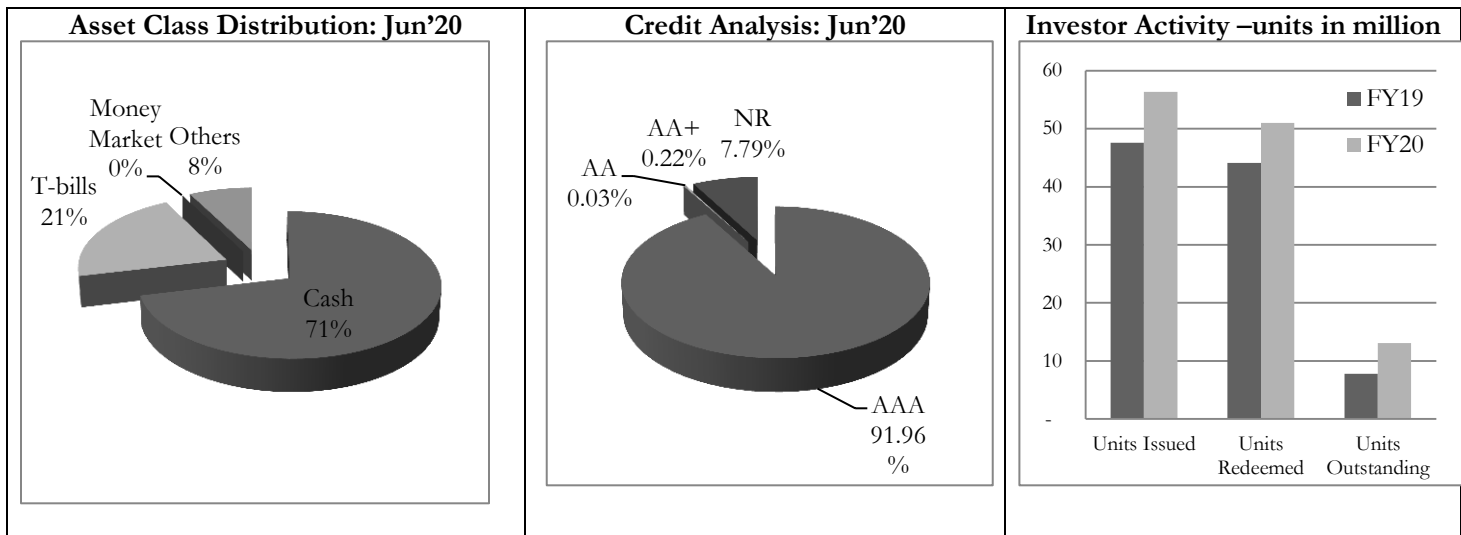
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### Investment Objective

To provide investors high liquidity levels along with the low credit risk and price fluctuations.

Askari Cash Fund		
Rating Category	Latest	Previous
Fund Stability Rating	<b>AA+(f)</b> <i>Dec 31, 2020</i>	<b>AA+(f)</b> <i>Dec 26, 2020</i>
Asset Management Company	Pak Oman Asset Management Limited	
External Auditor - Fund	RSM Avais Hyder Liaquat Nauman.	
Chief Executive	Ms Sadaf Kazmi	
Fund Manager	Mr. Mustafa Kamal	
Trustee	Central Depository Company	
Front-end Load	Nil	
Back-end Load	Nil	
Management Fee	0.35%	
Benchmark	70% average 3 month PKRV + 30% Average 3-month deposit rate as selected by MUFAP	

Askari Cash Fund			
Rs. m	FY20	FY19	FY18
Type of Scheme	Money Market		
Return (%) ( <i>Gross returns</i> )	13%	8.5%	5.2%
Benchmark (%)	11.6%	8.7%	5.4%
Relative Ranking	11/14	7/20	17/22
Fund Size (in Rs. m)	1196.0	786.0	468.7
Retail (%)	17%	44%	33%
Associates (%)	0%	44%	40%
Number of Investors	295	242	220
WATM ( <i>Weighted Average Time to Maturity</i> ) (days)	25	18	1
Duration (years)	0.07	0.04	0.00
<b>Asset Allocation</b>			
<i>T-Bills</i>	21.1%	25.6%	0.0%
<i>Placements / TDRs</i>	0.0%	9.7%	0.0%
<i>Cash</i>	71.3%	62.2%	98.6%
<i>Others</i>	7.6%	2.5%	1.4%



Askari Cash Fund (Formerly known as Askari Sovereign Cash fund) is an open-end money market fund launched in October 2009 with an aim to provide its investors with high liquidity options through investments in government securities and other authorized investment avenues.

Net assets of the fund witnessed substantial growth throughout the period and closed at Rs. 1196 (mn) at end-June'20. Highest growth in fund size was observed at end-Dec'19 amounting to Rs. 2505.1 (mn)

The Investment Committee (IC) comprises Chief Executive Officer (CEO), Chief Financial Officer (CFO) and respective fund management team. Decision making is done on consensus basis.

In order to maintain the fund's exposure to various sources of risks, the fund must deploy its assets in instruments with a minimum credit rating of 'AA' although money market placements and government securities require a minimum credit rating of 'AAA'

Table 1: Asset Allocation criteria

	Minimum Rating	Minimum exposure	Maximum exposure
Debt securities (issued by government or controlled subsidiaries of government)	AAA	0%	100%
Cash in bank	AA	10%	100%**
Term Deposits	AA	0%	75%**
Reverse Repo against authorized investments	AA	0%	50%
Clean placement of funds with commercial banks and DFIs	AA	0%	50%
Money market placements	AAA*	0%	50%**
Commercial papers	AA	0%	30%
Financial Instrument	AA	0%	50%
Foreign authorized investments	AA	0%	30%***

\*If counterparty is an NBFC or modaraba; minimum entity rating would be AAA.

\*\* 25% if counter party is a microfinance bank, non-banking financial company or a Modaraba.

\*\*\*it is subject to a cap of US\$ 15m as per limits specified by the SBP and the commission.

**Asset Allocation**

In line with its mandate, the fund majorly complied with the stipulated standards of the offering document (OD) At end-June'20 net assets of the fund comprised of major cash placement amounting to 71.3% while remaining chunk of the portfolio consisted of 21% T-bills and 7.6% others. On month-on-month average basis the fund managed to deploy 61% of its assets in T-bills and 33% in cash and remaining 3% in money market placements.

**Table 2: Asset Allocation**

Assets	Jun'20	Jun'19	Average FY20
Cash	71.3%	62%	33%
T Bills	21%	25%	61%
Money Market	0.0%	10%	3%
Others	7.6%	3%	3%
Total	<b>100%</b>	<b>100%</b>	<b>100%</b>

**Credit Quality**

As per the governing documents, ACF can only invest in securities with a minimum credit quality rating of AA. The fund complied with the credit quality requisites for the assigned ratings.

**Table 3: Credit Quality**

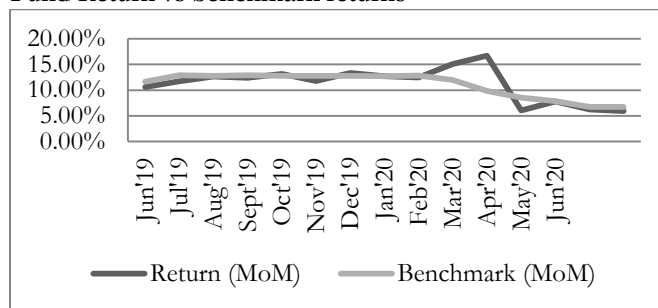
	Average	Maximum	Minimum
AAA	78%	99%	17%
AA+	14%	72%	0.0%
AA	7%	38%	0.0%
NR	3%	15%	0.1%

**Liquidity Profile**

Top ten investors of the fund constituted around 76% of total net AUMs at end-Jun'20. Contribution by retail investors declined to 16% (FY19 44%), investments in unrelated corporates amounted to 93% (FY19 16%) Average allocation in T-bills and cash amounted to 94% for the period; ability to meet redemptions is adequate owing to the fund's liquid asset allocation plan.

**Fund Performance**

**Fund Return vs benchmark returns**



Performance of the fund is benchmarked against a combination of return posted by average 3-month PKRV (70%) and 3-month average deposit rate. The fund generated an annualized return of 13.01% outperforming its benchmark of 11.66% at end-June'20. Relative to its peers, the ACF was ranked 11<sup>th</sup> out of 14 funds (FY19 7/21)

**Rating History**

Rating Type	Rating Date	Medium to Long Term	Rating Action
Fund Stability	12/31/2020	AA+ (f)	Reaffirmed
Fund Stability	11/26/2019	AA+ (f)	Reaffirmed
Fund Stability	05/07/2018	AA+(f)	Reaffirmed
Fund Stability	12/30/2016	AA+ (f)	Reaffirmed
Fund Stability	12/31/2015	AA+ (f)	Initial

<b>FINANCIAL SUMMARY</b>		<i>(amounts in PKR millions)</i>	
<b>BALANCE SHEET</b>		<b>FY19</b>	<b>FY20</b>
Paid Up Capital		NA	NA
Total Equity		NA	NA
<b>INCOME STATEMENT</b>			
Total income		141	239
Profit Before Tax		125	223
Profit After Tax		125	223
<b>RATIO ANALYSIS</b>			
Net Cash Generated from Operating Activities		(132)	217
Current Ratio (x)		NA	NA
Gearing (x)		NA	NA