

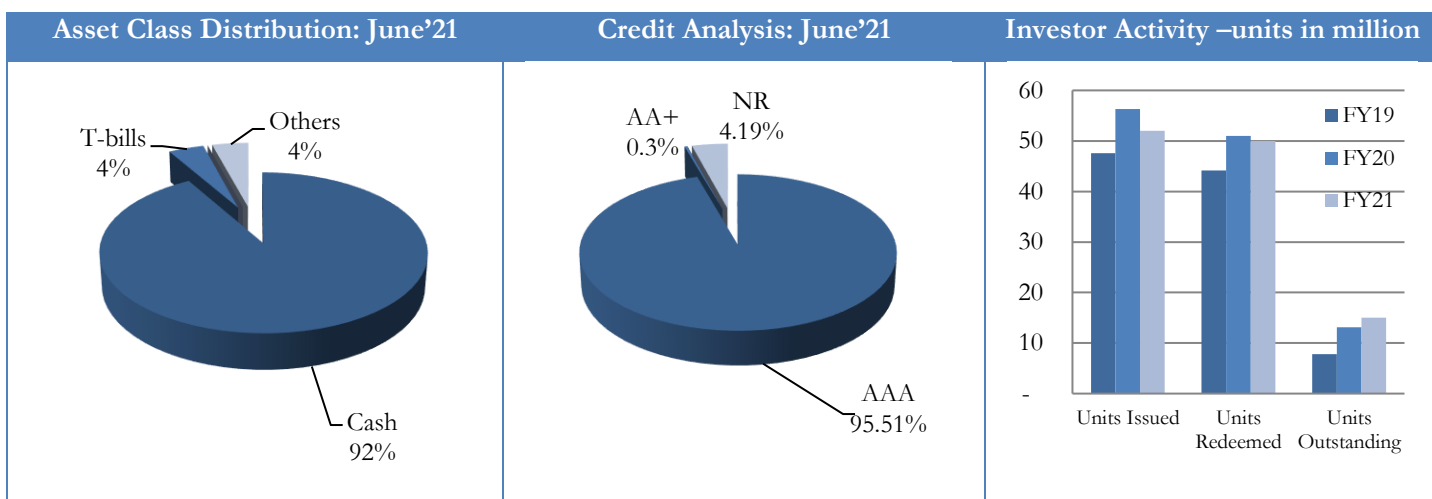
Date: December 17, 2021

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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	AA+(f)	AA+(f)
	Dec 17, 2021	Dec 31, 2020
Asset Management Company	Pak Oman Asset Management Limited	
External Auditor - Fund	RSM Avais Hyder Liaquat Nauman	
Chief Executive	Ms. Sadaf Kazmi	
Fund Manager	Ms. Sumaira Shaukat	
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 of 3 AA rated schedule banks as selected by MUFAP	



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 increased from Rs. 1,196 (mn) in Jun'20 to Rs. 1,574 (mn) in Jun'21, and reached Rs. 1,621 (mn) at the end of Oct'21. Highest Net Asset Value was observed at the end of Oct'20 at Rs. 2,408 (mn).

The Investment Committee (IC) comprises of Chief Executive Officer (CEO), Chief Financial Officer (CFO), Chief Investment Officer (CIO) 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

	Min Rating	Min exposure	Max exposure
Debt securities (issued by govt. or govt. subsidiaries)	AAA	0%	100%
Cash in bank	AA	10%	100%
Term Deposits	AA	0%	75%
Reverse Repo against authorized investments	AA	0%	50%
Money market placements	AAA	0%	50%
Commercial papers	AA	0%	30%
Financial Instrument	AA	0%	50%

Asset Allocation

During the year, the fund, on average basis, complied with the asset allocation as per the Offering Document (OD), however several instances during the year have been noted where proportion of cash in overall asset allocation fell below the minimum threshold. On average basis the fund managed to deploy 57% of its assets in T-bills and 37% in cash and the rest in term deposit certificates and other placements, while at end-June'21 net assets of the fund comprised 91.7% of cash and remaining in T-bills (4.1%) and others (4.2%).

Table 2: Asset Allocation

Assets	Jun'21	FY21 Average	FY20 Average
Cash	91.7%	37%	33%
T Bills	4.1%	57%	61%
Money Market	0.0%	0%	3%
TDRs	0.0%	2%	0%
Others	4.2%	4%	3%
Total	100%	100%	100%

Credit Quality

As per the OD, ACF can only invest in securities rated AA or above. The fund complied with the credit quality requisites for the assigned ratings.

Table 3: Credit Quality

Credit Quality	Average	Maximum	Minimum
AAA	84%	98.8%	0.0%
AA+	10%	97.3%	0.0%
AA	3%	39.1%	0.0%
Not Rated	2%	4.2%	1.1%

Liquidity Profile

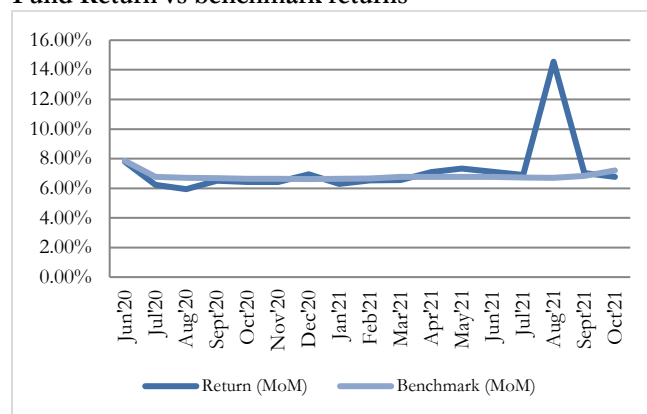
Top ten investors of the fund constituted around 66% of total net AUMs at end-Jun'21 (end-Jun'20: 76%). Since average allocation in T-bills and cash amounted to 94% for the period; ability to meet redemptions is considered adequate owing to fund's liquid asset allocation plan.

Market Risk

Weighted average time to maturity of the fund is capped at 90 days, while maturity of a single asset is capped at 180 days, the compliance of which is observed throughout the year. Average weighted average maturity was 39 days for FY21 (FY20: 33 days). Highest observed WAM was 86 days at end-May'21.

Fund Performance

Fund Return vs benchmark returns



Performance	FY19	FY20	FY21
Total Return	8.52%	13.01%	6.75%
Peer Ranking	7/21	11/14	15/21
Benchmark Return	8.72%	11.66%	6.71%
Peer Average	8.65%	12.57%	6.79%

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 outperformed the annual return benchmark of 6.71%, with a total annualized return of 6.75% during FY21. Performance of ACF remained slightly below its peers, whose average return for FY21 was 6.79%. The fund was ranked 15th out of 21 in the category.

Rating History

Rating Type	Rating Date	Medium to Long Term	Rating Action
Fund Stability	12/17/2021	AA+ (f)	Reaffirmed
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

FINANCIAL SUMMARY		<i>(Amounts in PKR millions)</i>		
BALANCE SHEET	FY20	FY21	*1QFY22	
Paid Up Capital	NA	NA	NA	
Total Equity	NA	NA	NA	
INCOME STATEMENT				
Total income	239	136	48	
Profit Before Tax	223	121	45	
Profit After Tax	223	121	45	
RATIO ANALYSIS				
Net Cash Generated from Operating Activities	137	412	(308)	
Current Ratio (x)	NA	NA	NA	
Gearing (x)	NA	NA	NA	

*Un-audited Accounts