

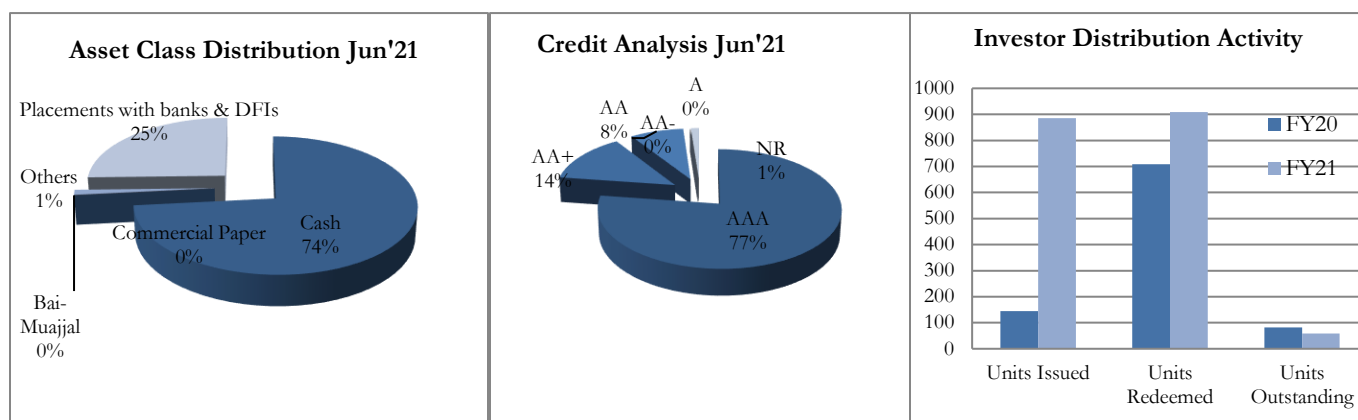
Date: January 13, 2022

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Investment Objective

To provide a competitive level of income that commensurate with enhanced liquidity and credit profile through investment primarily in short term deposits and money market instruments with an overall rupee.

Al Ameen Islamic Cash Fund		
Rating Category	Latest	Previous
Fund Stability Rating	AA+(f)	AA+(f)
	Jan 13, 2022	Jan 6, 2021
AMC	UBL Fund Managers Ltd	
External Auditors – Fund	A.F. Ferguson & Company	
Trustee	Central Depository Company Ltd.	
Front-end Load	Nil	
Back-end Load	Nil	
Management Fee	Upto 5% of the Gross Earnings subject to a min. fee of 0.02% of net assets.	
Benchmark	3-month average deposit rates of 3 AA rated Islamic banks or Islamic windows of conventional banks as selected by MUFAP.	



Al Ameen Islamic Cash Fund (AAICF) is an Islamic money market fund launched in 2012 to undertake exposure in short term money market instruments in order to generate competitive returns while strictly following the Islamic Shariah in selection of investments under the supervision of Shariah Advisory Committee.

During FY21, fund size decreased to Rs. 5.8B at end-Jun'21 from Rs. 8.1b at end of FY20. The decline was mainly in the last month of June 2021. However, regained its position in Dec'21 with net assets at Rs. 7.1b.

Offering document (extract)

Description	Minimum rating	Min-Max Limits
Deposits in Licensed Islamic Banks, Cash Equivalent securities	AA	0%-100%
Certificate of Musharaka (CoM), Certificate of Deposit (CoD), Certificate of Islamic investment (COII) with banks and DFIs	AA	0%-70%
Islamic Money Market instrument, placement or security's including but not limited to Certificate of Deposit (CoD), Certificate of Musharaka (CoM), Certificate of Islamic investment (COII) etc. with NBFCs and Modarabas	AAA	0%-70%
Secured, unsecured, listed, unlisted and privately placed Shariah compliant money market securities issued by Government, public sector and private sector entities	AA	0%-70%
Any other Shariah complaint investment which may be authorized by the Fund's Shariah Advisors and the Commission.	AA	0%-50%

Asset Allocation:

Table 2: Asset Class Distribution:

Asset Allocation	Average June'20	Average June'21	June'21
Cash	95%	76%	73.4%
Bai-Muajjal	0.00%	10%	0%
Placements with Banks	3%	13%	26%
Others	2%	1%	1%
Total	100%	100%	100%

During FY21, fund's asset allocation remained in line with limits stipulated in investment policy guidelines for the assigned rating. Assets primarily remained deployed in cash although assets were also allocated towards Bai Muajjal and other bank placements. On average, 76% of assets were held in cash during FY21.

Credit Quality:

Table 3: Credit Quality

Credit Quality	Average	Maximum	Minimum
AAA	83%	95%	72%
AA+	9%	20%	0%
AA	7%	25%	0%
Non Rated	1%	2%	1%

In order to cater to its mandate, the fund is required to invest in instruments that have a minimum credit quality rating of 'AA' or higher. The fund complied with the requirements of the Offering Document. During the year, on an average, 83% of the fund's investment portfolio was held with 'AAA' rated issue/issuer, which depicts improvement in credit quality metrics compared to 'AAA' rated exposure of 61% on average last year.

Market Risk:

Weighted Average Maturity (WAM) is capped at 90 days as per the Offering Document. During FY21, WAM of the fund stood at 11 days which is well under the specified limit for the assigned ratings.

Liquidity Profile:

Given sizeable asset allocation in cash, liquidity profile remains sound. The fund has a retail concentration of 67% while top ten investor concentration remains relatively reasonable at 32% during FY21.

Fund Performance:

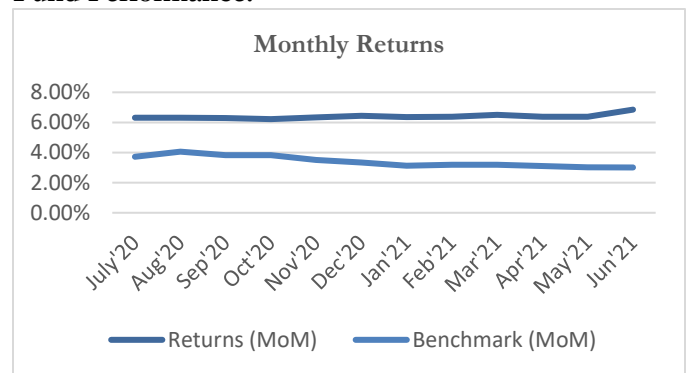


Table 5: Fund Performance:

Performance	FY20	FY21
Total Return	11.28%	6.40%
Benchmark Return	5.37%	3.41%
Peer Average	10.88%	6.02%
Peer Ranking	6/9	9/14

Benchmark of the fund is determined by 3-month average deposit rates of 3 'AA' rated Islamic banks. Over the past two years, the fund has consistently outperformed its benchmark return as well as peer average. Relative ranking of the fund however remained in the third quartile which post year end reflects improvement. As of Oct 2021, fund performance fell in first quartile, ranking 1st out of 15 funds.

Rating History

Rating Type	Rating Date	Medium to Long Term	Rating Action
Fund Stability	13-Jan-2022	AA+(f)	Reaffirmed
Fund Stability	06-Jan-21	AA+(f)	Upgrade
Fund Stability	31-Dec-19	AA(f)	Reaffirmed
Fund Stability	31-Dec-18	AA(f)	Reaffirmed
Fund Stability	29-Dec-17	AA(f)	Reaffirmed
Fund Stability	29-Dec-16	AA(f)	Reaffirmed
Fund Stability	6-Jan-16	AA(f)	Reaffirmed
Fund Stability	2-Jun-14	AA(f)	Initial

<u>BALANCE SHEET</u>	FY20	FY21
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
<u>INCOME STATEMENT</u>		
Profit Before Tax	598	479
Profit After Tax	598	479
<u>RATIO ANALYSIS</u>		
Current Ratio (x)	N/A	N/A
Gearing (x)	N/A	N/A