

**Meezan Daily Income Plan-I (MDIP-I)****Managed By: Al-Meezan Investment Management Limited****Fund Stability Rating****Latest Rating****AA-(f)****16-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**

<b>Launch Date</b>	September 13, 2021
<b>Fund Type</b>	Open End
<b>Category</b>	Income
<b>Risk Profile</b>	Moderate
<b>Auditor</b>	A.F. Ferguson & Company
<b>Trustee</b>	Central Depository Company of Pakistan Limited
<b>Front-end Load</b>	Up to 1.5%
<b>Back-end Load</b>	Nil
<b>Benchmark</b>	75% 6M PKISRV rates + 25% 6M average of highest saving rates of three AA-rated Islamic Banks or Islamic windows of Conventional Banks
<b>MQR Rating</b>	AM1 (VIS)
<b>Mgt. Fee</b>	Up to 1.5% pa. of average daily net assets of the Scheme

**Fund Overview**

Meezan Daily Income Plan-I (MDIP-I) is an Asset Allocation Plan under the Meezan Daily Income Fund (MDIF) scheme which is a Shariah compliant open end income scheme, constituted under a Trust Deed entered into on Sept 13, 2021, between Al-Meezan Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

**Investment Objective**

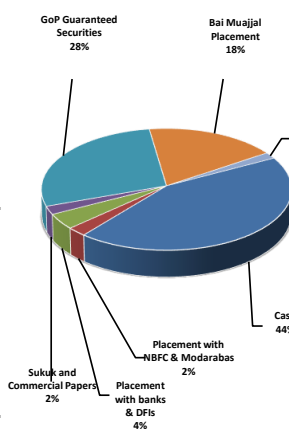
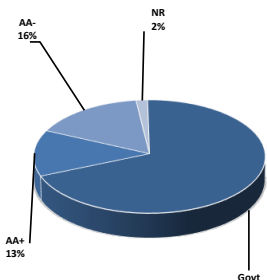
The fund's objective is to provide investors with a competitive rate of return, together with daily payout, through investment in Shariah Compliant Fixed Income Instruments.

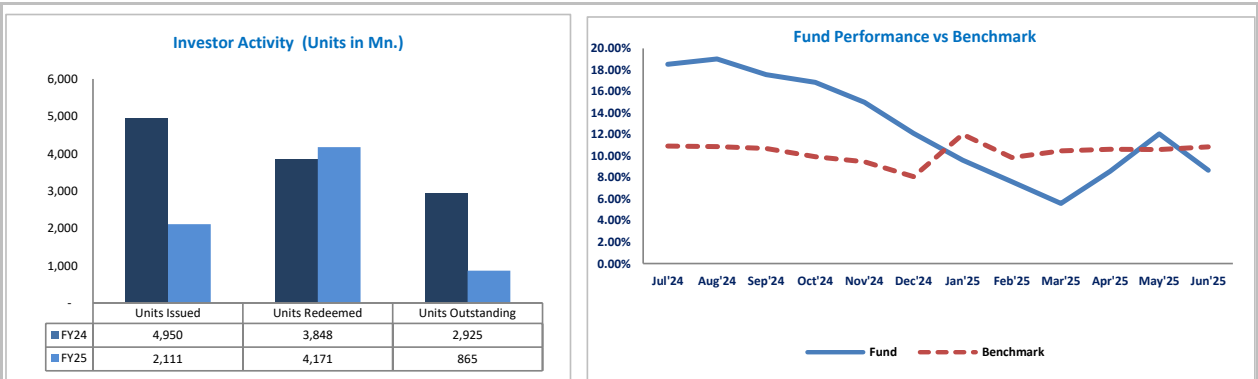
**Offering Document (Extract)**

Description	Minimum rating	Min- Max Limits
Shariah Compliant GOP issued/guaranteed Securities.	NA	0%-75%
Cash at Bank (excluding TDRs) with licensed Islamic Banks or Islamic Branches/Windows of Conventional Banks, Shariah Compliant Government Securities including GoP Ijarah Sukuk not exceeding 90 days maturity.	A+	25%-100%
Shariah compliant traded/nontraded securities with maturity not exceeding six (6) months, including but not limited to Bank deposits with licensed Islamic banks and/or Islamic branches/windows of Conventional banks.	A+	0%-75%
Shariah Compliant traded/non-traded, secured and/or unsecured, listed and/or privately placed Shariah Compliant debt securities/Islamic Commercial Papers/ Sukuks with maturity not exceeding six (6) months issued by Corporate entities and/or Financial Institutions.	AA	0%-75%
Shariah compliant non-traded securities with maturity not exceeding six (6) months, including but not limited to placement of funds with Islamic Microfinance Bank, NBFC and Modarabas.	AA	0%-25%
Shariah compliant non-traded securities with maturity not exceeding twelve (12) months, including Bank deposits with licensed Islamic banks and/or Islamic branches/windows of Conventional Banks.	A+	0%-15%
Shariah compliant non-traded securities with maturity not exceeding twelve (12) months, with Islamic Financial Institutions.	AA	0%-15%
Authorized Shariah Compliant Investments outside Pakistan shall be subject to prior approvals and guidelines (if any) of the SECP, SBP and Shariah Advisor.	-	0%-As allowed by SECP
Any other Shariah Compliant Instruments/securities that may be permitted or approved by the SECP and Shariah Advisor of the Scheme from time to time.	-	0%-As allowed by SECP

**Net Assets**

	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	90,847	146,252	43,075

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



Credit Quality (FY25)				Avg. Asset Allocation (% wise)		
Average	Maximum	Minimum		FY24 Avg.	FY25 Avg.	
Govt Sec./AAA	66.89%	66.89%	66.89%	Cash	50.79%	26.53%
AA+	9.88%	9.88%	9.88%	Placement with NBFC & Modarabas	2.04%	2.50%
AA	1.57%	1.57%	1.57%	Placement with banks & DFIs	16.47%	10.53%
AA-	6.19%	6.19%	6.19%	Sukuk and Commercial Papers	5.43%	6.31%
A+	7.97%	7.97%	7.97%	GoP Guaranteed Securities	22.65%	40.24%
A	0.00%	0.00%	0.00%	Bai Muajjal Placement	0.00%	11.19%
A-	0.00%	0.00%	0.00%	Others	2.62%	2.70%
A1+	3.32%	3.32%	3.32%			
A1	1.48%	1.48%	1.48%			
BBB+	0.00%	0.00%	0.00%			
BBB	0.00%	0.00%	0.00%			
BBB-	0.00%	0.00%	0.00%			
NR	2.70%	2.70%	2.70%			

Portfolio Maturity (FY25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY24	FY25
WAM in year(s)	0.46	0.68	0.25	2.00	Total Return	21.78%	13.38%
Duration (In Days)	141	256	77	730	Benchmark Return	10.10%	10.37%
					Peer Average	21.08%	13.28%
					Peer Ranking	9/31	26/41

## Fund Stability Analysis

The Meezan Daily Income Plan-I has been assigned a rating of AA-(f) for fund stability. This rating indicates high degree of stability in Net Asset Value; Risk is modest but may vary slightly from time to time because of changing economic conditions.

## Asset Allocation:

During FY25, the Fund's Assets Under Management (AUMs) declined to PKR 43.1 bn (Jun'24: PKR 146.3 bn). The Fund's asset allocation strategy remained broadly aligned with the parameters outlined in the offering document, except during Sep'24 and Feb'25–Apr'25, when cash allocations fell below the minimum prescribed threshold of 25%. Nonetheless, the average year-to-date (YTD) allocation remained within the stipulated limits.

During the year, Shariah-compliant government-backed securities accounted for ~40.2% (FY24: 22.7%) of the portfolio, followed by cash deposits at ~26.5% (FY24: 50.8%), Bai Muajjal placements at ~11.2% (FY24: Nil), placements with Banks & DFIs at ~10.5% (FY24: 16.5%), and Sukuks comprising ~6.3% (FY24: 5.4%).

## Credit Quality:

During FY25, the Fund's credit quality improved as exposures were rebalanced toward higher-rated instruments, resulting in an increased allocation to AAA rated securities at 66.9% (FY24: 40.8%). This shift offset by lower exposures in AA+, AA, and A+ rated securities, which stood at 9.9% (FY24: 15.0%), 1.6% (FY24: 11.6%), and 8.0% (FY24: 20.2%), respectively. On average, no portion of the portfolio was invested in securities rated below A+, in line with the prescribed threshold defined in the offering document.

## Market and Liquidity Risk:

As per the offering document, considering the Fund's moderate risk profile, the weighted average duration of the portfolio is capped at 2.0 years. The Fund remained compliant with this requirement, reporting an average duration of 0.39 years during FY25.

The Fund's liquidity profile remained sound during the year, with liquid assets comprising ~88.5% (FY24: 89.9%) of total assets. As of Jun'25, the AUM mix was predominantly retail-based, though the share of retail investors declined to ~74.9% vis-à-vis 84.0% as of Jun'24. Client concentration risk remains low, with the top 10 investors accounting for ~12.3% (Jun'24: 9.0%) of total AUMs as of Jun'25.

## Fund Performance:

During FY25, the Fund yielded an annualized return of 13.38%, outperforming both its benchmark return of 10.37% and the peer average of 13.28%. Within its peer group, the Fund placed in the third quartile, ranking 26th out of 41.

Following the change in the Fund's benchmark in Jan'25, the Fund trailed its benchmark on a month-on-month (MoM) basis from that point onward.

## Financial Snapshot

	FY24	FY25
<b>BALANCE SHEET</b>		
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
<b>INCOME STATEMENT</b>		
Total Income	26,732.8	10,341.1
Profit Before Tax	25,149.0	9,312.7
Profit After Tax	25,149.0	9,312.7
<b>RATIO ANALYSIS</b>		
Current Ratio (x)	N/A	N/A
Gearing (x)	N/A	N/A
FFO	N/A	N/A

Regulatory Disclosures			
Name of Rated Fund	Meezan Daily Income Plan-I	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	16-Dec-25	AA-(f)	Reaffirmed
Fund Stability	6-Jan-25	AA-(f)	Upgrade
Fund Stability	27-Dec-23	A+(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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