

NIT Islamic Money Market Fund (NIT IMMF)**Managed By: National Investment Trust Ltd.****Fund Stability Rating****Latest Rating****AAA(f)****14-Jan-26****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

Launch Date	September 23, 2021
Fund Type	Open End
Category	Shariah Complaint Money Market
Risk Profile	Low
Auditor	Grant Thornton Anjum Rehman
Trustee	Central Depository Company of Pakistan Limited
Front-end Load	Up to 1% of NAV
Back-end Load	Nil
Benchmark	90% 3M PKISRV rates + 10% 3M average AA rated scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP
MQR Rating	AM1
Mgt. Fee	Up to 1.25% of average daily net assets on per annum basis

Fund Overview

NIT Islamic Money Market Fund (the Fund) is an open-ended mutual fund constituted under a Trust Deed entered on August 16, 2021, between National Investment Trust Ltd. as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The fund was launched on September 23, 2021.

Investment Objective

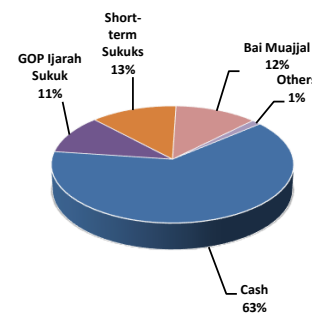
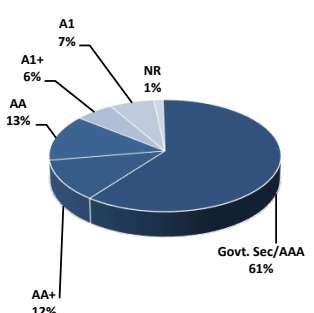
The objective of NIT Islamic Money Market Fund (NIT IMMF) is to provide competitive return by primarily investing in low risk and highly liquid Shariah Compliant Money Market & Debt Instruments.

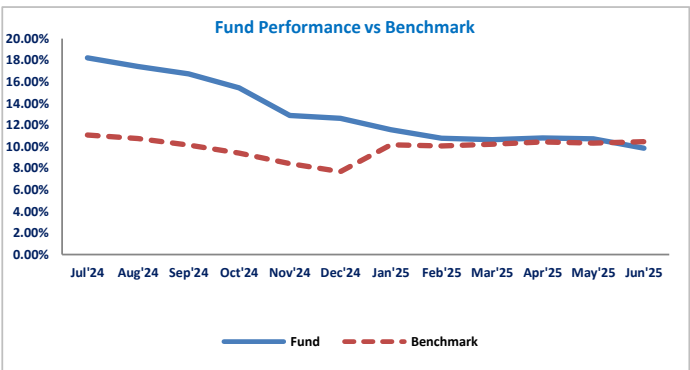
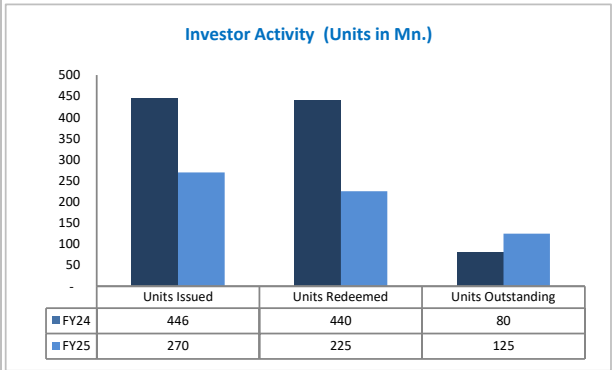
Offering Document (Extract)

Description	Minimum rating	Min- Max Limits
Secured, unsecured, Listed, Unlisted and privately placed Shariah Compliant money market securities including sukuk issued by Federal Govt., Provincial Govt., Local Govt., Govt. Agencies, Autonomous Bodies, public sector entities, and private sector entities.	AA or above	0-90%
Shariah compliant Money market instruments such as Islamic TDR, Certificate of Islamic Investments (COII), Certificates of Musharaka (CoM), Islamic Certificates of Deposit (CoD), etc. with Islamic Commercial Banks and Islamic DFIs or Islamic windows of Commercial banks and DFIs.	AA	0-90%
Cash and Cash equivalents: Shariah compliant Government Securities with maximum maturity of 90 days and cash with Islamic banks/Windows of Islamic Banks	AA or above (Bank Deposits)	10%-100%
Shariah Compliant Placements of funds (including TDR, PLS Saving deposit, COD, COM, COI, Money Market Placements and other clean placements of the funds) with all	AAA	0-25%
Shariah compliant Islamic Commercial Paper	AA	0-20%
Shariah Compliant Government Securities.	Not rated	0-90%
Any other Shariah compliant investment which may be authorized by the Fund's Shariah Advisors and SECP.	AA	As Specified by SECP in the Approval

Net Assets

	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	7,490.00	8,060.00	12,630.00

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



Credit Quality (FY'25)	Average	Maximum	Minimum	Avg. Asset Allocation (% wise)	FY'24 Avg.	FY'25 Avg.
Govt. Sec/AAA	48.07%	63.12%	25.71%	Cash	66.25%	26.88%
AA+	30.70%	44.20%	11.98%	Placements	4.81%	0.00%
AA	5.14%	13.62%	0.00%	PIBs	0.00%	0.00%
AA-	0.00%	0.00%	0.00%	GOP Ijarah Sukuk	1.55%	6.88%
A+	0.00%	0.00%	0.00%	T-Bills	0.00%	0.00%
A	0.00%	0.00%	0.00%	Short-term Sukuks	15.72%	14.48%
A-	0.00%	0.00%	0.00%	Islamic commercial paper	0.00%	0.00%
BBB+	0.00%	0.00%	0.00%	Bai Muajjal	9.11%	49.22%
BBB	0.00%	0.00%	0.00%	Spread/MTS	0.00%	0.00%
BBB-	0.00%	0.00%	0.00%	Others	2.56%	2.53%
A1+	5.28%	12.89%	0.00%			
A1	8.29%	13.87%	1.07%			
NR	2.53%	6.82%	1.40%			

Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY'24	FY'25
WAM (in days)	40.08	71.00	22.00	90.00	Total Return	21.43%	13.98%
Duration (in days)	35.40	35.40	35.40	90.00	Benchmark Return	10.27%	9.92%
					Peer Average	21.42%	13.27%
					Peer Ranking	17 out of 24	9 Out of 27

Fund Stability Analysis		
Asset Allocation: During FY25, the fund’s Assets Under Management recorded growth of ~57%, coming in at Rs.12.63b in Jun’25 (Jun’24: Rs.8.0b). During this period, the Fund demonstrated adherence to its asset allocation parameters as outlined in the offering document (OD), focusing primarily on low-risk, highly liquid Shariah-compliant money market and debt instruments. On average, cash holdings accounted for ~27% of the investments, reflecting a decline in proportion compared to the previous year (FY23: ~66%), while remaining investments were in Short term Sukuks (14%) and Bai Muajjal (~49%).		
Credit Quality: The Fund’s operational policy restricts investments to instruments with a minimum credit rating of AA. Historically, the portfolio was heavily skewed toward AAA-rated securities; however, this allocation moderated over time, with AAA exposures averaging 48% in FY25 (FY24: ~77%). The assigned rating is constrained by the observed weakening in overall credit quality, reflecting the reduced proportion of top-tier rated assets within the portfolio.		
Market and Liquidity Risk: During FY25, the Fund maintained an average duration of 35 days, which helped contain sensitivity to interest rate movements and supported liquidity management. The investor mix continued to evolve, with the share of retail investors at 53% (FY24: 59%) alongside a corresponding increase in corporate participation to 47% (FY24: 41%). Consequently, a modest uptick in investor concentration was noted, as the top ten investors increased to 37% of total AUM (FY23: ~35%).		
Fund Performance: During FY25, the Fund’s year-to-date return remained above the benchmark and peer average. Relatively, the Fund remained in the second 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	1,496.9	1,410.1
Profit Before Tax	1,422.9	1,328.2
Profit After Tax	1,422.9	1,328.2
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	NIT Islamic Money Market 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	14-Jan-26	AAA(f)	Reaffirmed
Fund Stability	22-Jan-25	AAA(f)	Reaffirmed
Fund Stability	22-Dec-23	AAA(f)	Reaffirmed
Fund Stability	29-Dec-22	AAA(f)	Reaffirmed
Fund Stability	26-May-22	AAA(f)	Initial
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.		
Probability of Default	VIS' ratings opinions express ordinal ranking of risk, from strongest to weakest, within a universe of credit risk. Ratings are not intended as guarantees of credit quality or as exact measures of the probability that a particular issuer or particular debt issue will default.		
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Rating Methodology	https://docs.vis.com.pk/Methodologies-2025/FSR-Methodology-Jan-2025.pdf		
Rating Scale	https://docs.vis.com.pk/docs/VISRatingScales.pdf		

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