

NIT Social Impact Fund (NIT SIF)

Managed By: National Investment Trust Limited

Fund Stability Rating

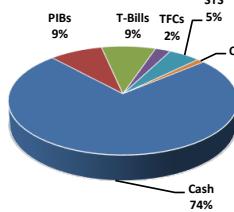
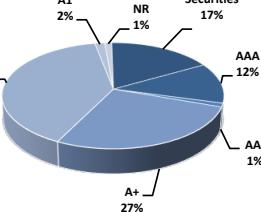
Latest Rating

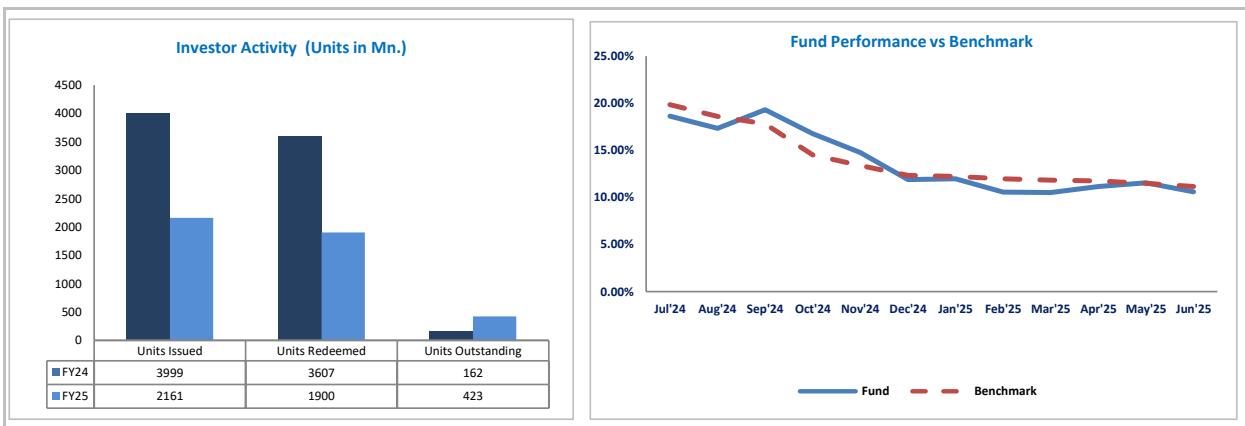
A+(f)

13-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			Fund Overview																																																																																								
Launch Date May 16, 2022 Fund Type Open-End Category Income Fund Risk Profile Medium Auditor A. F. Ferguson & Co., Chartered Accountants Trustee Central Depository Company of Pakistan Limited Front-end Load Class A: Nil & Class B: upto 2% Back-end Load Class A Units : 3% for Redemption during 1st Year of Investment & 1.5% for Redemption during 2nd Year of Investment & Class B Units : NIL Benchmark 6-months KIBOR rates MQR Rating AM1 Mgt. Fee 10% of gross earnings subject to 0.50% p.a maximum and 1.25% p.a maximum of Avg Annual net assets			NIT Social Impact Fund (the Fund) is an open-ended mutual fund constituted under a trust deed entered on 16 August, 2021, between NIT Investment Trust Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The fund was launched on May 16, 2022.																																																																																								
Offering Document (Extract)			Investment Objective The objective of NIT Social Impact Fund is to finance strategic and financially sustainable social initiatives such as women empowerment, agriculture value chains, Micro Small Medium Enterprises development, Low cost renewable energy etc.through microfinance banks/institutions/providers																																																																																								
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Credit Quality (FY'25)	Average	Maximum	Minimum	Avg. Asset Allocation (% wise)	FY'24 Avg.	FY'25 Avg.
Government Securities	18.61%	22.68%	15.10%	Cash	76.09%	71.98%
AAA	7.26%	16.56%	3.11%	Placements with Banks	0.00%	0.00%
AA+	0.00%	0.00%	0.00%	Placements with DFIs	0.00%	0.00%
AA	0.00%	0.00%	0.00%	PIBs	0.93%	11.06%
AA-	3.41%	28.58%	0.00%	GOP Ijarah Sukuk	0.00%	0.00%
A+	39.48%	69.08%	12.47%	T-Bills	10.95%	7.54%
A	28.64%	62.42%	2.29%	TFCs	9.98%	5.74%
A-	0.22%	1.36%	0.00%	Commercial Paper	0.00%	0.00%
A1	0.27%	1.58%	0.00%	Spread/MTS	0.00%	0.00%
BBB+	0.00%	0.00%	0.00%	Others	2.06%	2.09%
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BBB-	0.00%	0.00%	0.00%			
NR	2.11%	5.00%	0.95%			

Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY'24	FY'25
					Total Return (YTD)	23.07%	14.68%
WAM in day(s)	272.33	543.00	160.00	1460.00	Benchmark Return (YTD)	21.88%	13.85%
Duration (In Days)	161.82	262.80	98.55	1460.00	Peer Average	22.26%	15.61%
					Peer Ranking	9 out of 26	34 out of 47

Fund Stability Analysis	
NIT Social Impact Fund is an open-end microfinance sector income fund with objective to generate returns through investment in strategic and financially sustainable social initiatives such as women empowerment, agriculture value chains, micro small medium enterprises development, and low-cost renewable energy etc. via microfinance banks/institutions/providers.	

The assigned rating takes into account the Fund's asset allocation, with investments made in accordance with the guidelines outlined in the offering document. The Fund's portfolio was dominated by cash investments, with exposures to government securities and TFCs/Sukuks coming in second. The assigned rating also reflects the Fund's credit quality, which has improved as a result of greater allocation to AAA-rated issues and issuers. Nonetheless, exposure to A+/A-rated issues/issuers dominates the Fund's portfolio. The Fund's credit exposures remained within the investment criteria, allowing for investments in assets rated BBB or higher.

The weighted average time to maturity (WAM) stayed significantly below the limit specified in the offering instrument. The Fund's liquidity profile is backed by a higher proportion of liquid assets. Retail investors account for the majority of the Fund's AUM, followed by corporate investors. Furthermore, client concentration risk is deemed high. In terms of performance, the Fund's annualized return surpassed the benchmark but lagged behind the peer average. On a monthly basis, the Fund exceeded its benchmark in two months.

Financial Snapshot		
	FY24	FY25
BALANCE SHEET		
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
INCOME STATEMENT	FY24	FY25
Total Income	298.9	432.9
Profit Before Tax	277.2	389.0
Profit After Tax	277.2	389.0
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 Social Impact 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	13-Jan-26	A+(f)	Reaffirmed
Fund Stability	3-Jan-25	A+(f)	Reaffirmed
Fund Stability	22-Dec-23	A+(f)	Reaffirmed
Fund Stability	30-Dec-22	A+(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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Note: VIS' mutual fund rating is not a recommendation to buy, sell, or hold any fund, in as much as it does not comment as to suitability for a particular investor.