

HBL Total Treasury Exchange Traded Fund (HBL TTETF)**Managed By: HBL Asset Management Limited****Fund Stability Rating****Latest Rating****AA-(f)****29-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

Launch Date	September 12, 2022
Fund Type	Open End
Category	Exchange Traded Fund
Risk Profile	Medium
Auditor	Yousuf Adil Chartered Accountants
Trustee	Central Depository Company of Pakistan Limited
Front-end Load	Nil
Back-end Load	Nil
Benchmark	HBL Total Treasury Index
MQR Rating	AM1
Mgt. Fee	0.40% P.A.

Fund Overview

HBL Total Treasury Exchange Traded Fund (the Fund) is an open-ended mutual fund constituted under a Trust Deed entered into on August 16, 2021, between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

Investment Objective

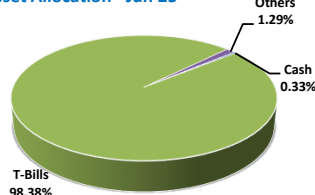
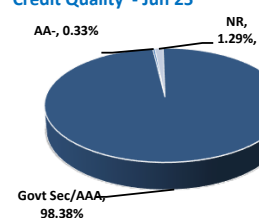
HBL Total Treasury Exchange Traded Fund (HBL TTETF) is an open-ended scheme that is traded on Pakistan Stock Exchange with the aim to track the performance of its specified Benchmark Index.

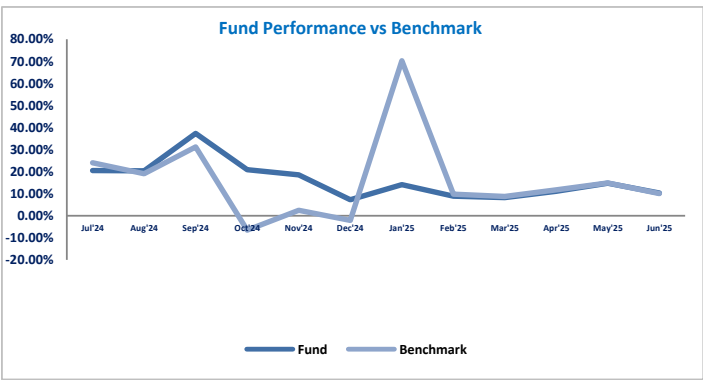
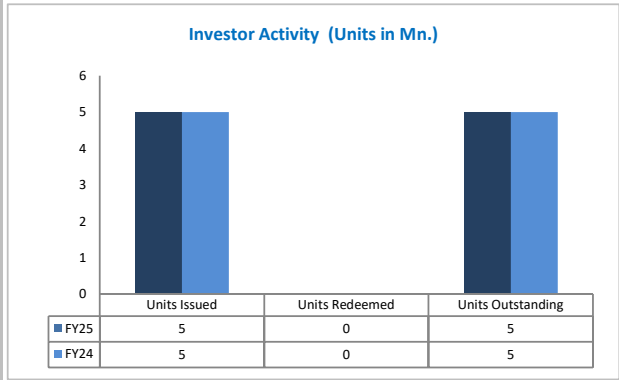
Offering Document (Extract)

Description	Minimum rating	Min- Max Limits
Cash and Cash equivalent	A and above	0%-100%
T-Bills	-	0%-100%
PIBs	-	0%-100%

Net Assets

	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	115	153	28

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



Credit Quality FY'25	Average	Maximum	Minimum
Govt Sec/AAA	98.19%	99.31%	96.38%
AA+	0.00%	0.00%	0.00%
AA	0.00%	0.00%	0.00%
AA-	1.14%	2.85%	0.18%
A+	0.00%	0.00%	0.00%
A	0.00%	0.00%	0.00%
NR	0.67%	1.29%	0.43%
Total	100.00%		

Avg. Asset Allocation (% wise)	FY'24 Avg	FY'25 Avg.
Cash	9.54%	1.14%
PIBs	2.08%	2.27%
T-Bills	87.64%	95.92%
Others	0.75%	0.67%
Total	100.00%	100.00%

Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark
WAM in year(s)	0.64	0.89	0.35	4.00
Duration (In Days)	205	288	115	1460

Fund Performance	Jun'24	Jun'25
Total Return (YTD)	21.40%	17.23%
Benchmark Return	24.97%	17.29%
Peer Average	81.43%	50.01%
Peer Ranking	6 out of 6	7 out of 7

Fund Stability Analysis		
<p>The HBL Total Treasury Exchange Traded Fund ('HBL TTETF' or 'the Fund') has been assigned a rating of AA-(f) by VIS Credit Rating Company. This rating indicates a high degree of stability in the Net Asset Value (NAV) of the fund. While there may be modest variations in risk due to changing economic conditions, the fund is expected to maintain its stability.</p> <p>Asset Allocation: HBL TTETF was launched on September 12, 2022. During FY25, the Fund’s Assets Under Management (AUM), excluding fund-of-funds, declined sharply from Rs. 153 million as at end-Jun’24 to Rs. 28 million by end-Jun’25. The Fund’s asset allocation remained in line with the parameters outlined in the offering document, which require predominant exposure to government-backed instruments and cash placements. On average, government securities accounted for approximately 98% of the portfolio during the period.</p> <p>Credit Quality: As per the offering document, credit exposures are to be maintained in government securities and cash placements with a minimum rating of A. The Fund has maintained its major holdings in Govt Sec/AAA rated issues, followed by a small portion in AA- rated issues, indicating a sound credit risk profile and adherence to the mandate.</p> <p>Market and Liquidity Risk: As per the offering document, the weighted average time to maturity (WAM) shall not exceed 4 years, while the Fund’s WAM stands at 234 days, thereby remaining within the prescribed parameters.</p> <p>Liquidity profile of the Fund is considered sound, with substantial portion of assets held in government securities. Associates accounted for 100% of the portfolio of the Fund’s investment.</p> <p>Fund Performance: During FY25, the Fund delivered an annualized return of 17.23%, marginally below its benchmark return of 17.29%. The Fund is debt-oriented with exposure to government securities.</p>		
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	115.0	92.8
Profit Before Tax	107.0	87.4
Profit After Tax	107.0	87.4
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	HBL Total Treasury Exchange Traded 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	29-Dec-25	AA-(f)	Reaffirmed
Fund Stability	28-Mar-25	AA-(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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