

**Faysal Islamic Financial Growth Plan-I (FIFGP-I)****Managed By: Faysal Asset Management Limited****Fund Stability Rating****Latest Rating****A+(f)****3-Sep-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>	July 25, 2023
<b>Fund Type</b>	Open Ended
<b>Category</b>	Open-End Shariah Compliant Aggressive Fixed Income Scheme (non-equity)
<b>Risk Profile</b>	Medium
<b>Auditor</b>	A. F. Ferguson & Co., Chartered Accountants
<b>Trustee</b>	Central Depository Company of Pakistan Limited
<b>Front-end Load</b>	Up to 2% of NAV
<b>Back-end Load</b>	0
<b>Benchmark</b>	Weighted average of 12 (twelve) month Deposit Rates of 03 different Islamic Banks/Islamic Windows of Scheduled Commercial Banks
<b>MQR Rating</b>	AM1 (VIS)
<b>Mgt. Fee</b>	Upto 1.5% of Average Annual N.A. (Actual Rate of Management Fee Charged is 1.52%)

**Fund Overview**

The Faysal Islamic Financial Growth Fund (the Fund/the Scheme/the Trust/the Unit Trust/FIFGF) has been established through a Trust Deed (the Deed) dated July 20, 2022 under the Trust Act, 2020 entered into and between Faysal Asset Management Limited, the Asset Management Company, and Central Depository Company of Pakistan Limited, the Trustee.

**Investment Objective**

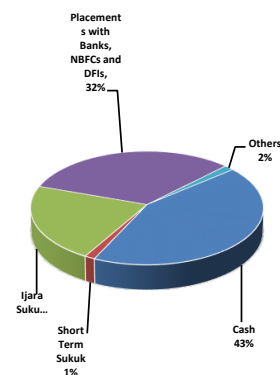
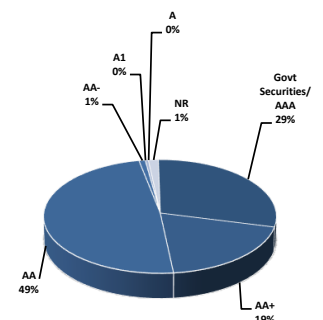
The primary objective of FIFGP-I is to provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short-term Shariah Compliant instruments while taking into account liquidity considerations.

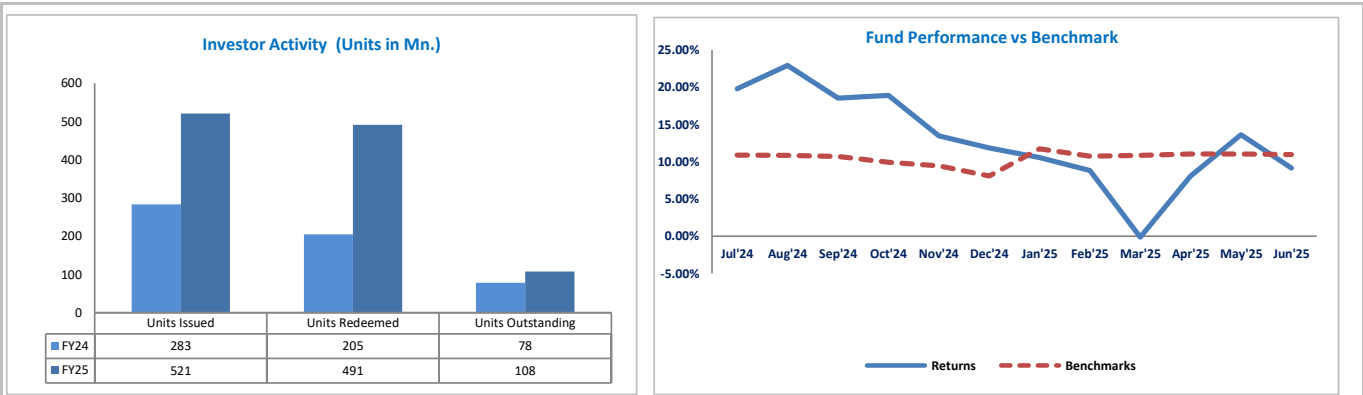
**Offering Document (Extract)**

Description	Minimum rating	Min- Max Limits
Cash/Near Cash instruments in Islamic Banks and licensed Islamic Banking Windows of Conventional Banks and Shariah Compliant profit bearing accounts/Shariah Compliant Treasury securities with maturity of up to 90 days.	N/A	10%-100%
Shariah compliant securities/ including Sukuks and commercial paper issued by federal government, local governments, government agencies, statutory bodies, private and or public sector entities and / or Financial Institutions.	N/A	0%-90%
Bank Deposits in Licensed Islamic Banks and licensed windows of conventional bank, Islamic Microfinance bank, Certificate of Investments, Certificate of Deposits, Placement of funds under Mudarabah, Murabaha, Musharika arrangements and other Shariah Compliant Structured and/or related tenor-based investments with financial institutions and DFI.	N/A	0%-90%
Shariah Compliant Spread Transactions or any similar kind of Shariah compliant product and any other Shariah Compliant instruments/ securities, other than Murabaha Share Financing, that may be permitted or approved by the SECP.	N/A	0%-90%
Any Shariah compliant Securities in overseas markets. Overseas investments would be subject to prior approvals /guidelines of SECP and SBP.	N/A	0-30% of Net Assets or subject to cap of USD 15 million whichever is lower.
Any other Shariah Compliant Securities that may be allowed by the Commission from time to time and is as per the guidelines of the Fund's Shariah Advisor and under such parameters as mentioned in the Risk Management Policies of the Management Company.	N/A	0%-90%

**Net Assets**

	Jun'23	Jun'24	Jun'25
Net Assets (In PKR' Millions)	-	7,846	10,843

**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 Securities/ AAA	40.07%	54.51%	29.20%	Cash	51.59%	23.65%
AA+	13.94%	24.21%	0.00%	Short Term Sukuk	25.85%	13.63%
AA	24.02%	54.84%	5.41%	Ijara Sukuk	17.62%	29.26%
AA-	0.76%	1.48%	0.00%	Placements with Banks, NBFCs and	0.96%	28.10%
A+	0.00%	0.00%	0.00%	Others	3.98%	5.36%
A	0.00%	0.00%	0.00%			
A-	0.00%	0.00%	0.00%			
A1+ (Equating it to AAA)	8.29%	22.82%	0.00%			
A1 (Equating it to AA+)	3.73%	5.91%	0.46%			
A	3.83%	16.34%	0.00%			
NR*	5.36%	34.08%	0.97%			

\*Non-rated includes recievables/accruals from securities having a credit rating of not less than AA

Portfolio Maturity (FY'25)	Average	Maximum	Minimum	Benchmark	Fund Performance	FY'24	FY'25
WAM in year(s)	0.93	1.33	0.53	5.00	Total Return	20.92%	13.80%
Duration (In Days)	47	80	26.00	1825.00	Benchmark Return	10.10%	10.53%
					Peer Average	21.00%	27.06%
					Peer Ranking	3 out of 4	4 out of 4

## Fund Stability Analysis

The Faysal Islamic Financial Growth Plan-I ('FIFGP-I' or the 'Plan') has been assigned a Fund Stability rating of A+(f) based on its asset allocation, credit quality of the investment, liquidity and market risk. FIFGP-I was launched by the end of July'23 and till June'24 the AUM shows an overall upward trend with some fluctuations.

## Asset Allocation:

During FY25, the Assets Under Management (AUM) of the Plan increased, reaching a high of PKR 17b in Oct'24 before declining to PKR 11b by year-end. Throughout this period, the Plan's asset allocation remained within the parameters defined in the offering document. On average, the portfolio was primarily allocated to cash (~43%), followed by investments in Ijarah Sukuks (~29%) and placements with banks (~28%), with the remaining portion allocated to short-term Sukuks.

## Credit Quality:

During the review period, the credit quality of the Plan's exposures remained within the thresholds outlined in the offering document. However, deviation from the management's operational plan of not investing in exposures rated below 'A+', were noted, with placements in 'A' rated avenues observed from Aug'24 to Oct'24 and again in Dec'24. The majority of exposures comprised Government Securities/AAA rated instruments, followed by AA and AA+ rated placements. Short-term exposures included investments rated A1+ (~8%) and A1 (~4%). Cash balances were maintained with banks rated 'AA' and above. Going forward, adherence to the management's operational plan and timely revision and implementation of the asset allocation policy will be important for the rating.

## Market and Liquidity Risk:

As per the Investment Policy Statement (IPS), the weighted average time to maturity (WAM), excluding government-issued securities, is capped at 5 years, which the Plan complied with, recording an average WAM of 0.93 years during FY25.

The liquidity profile of the Plan is considered sound, supported by liquid assets constituting ~81% of the portfolio. The investor base remains concentrated in retail clients, representing ~81% of the AUM, while corporate investors account for the remainder. However, client concentration is high, with the top ten investors holding ~76% of total AUM.

## Fund Performance:

During the review period, the Plan's annualized return outperformed its benchmark, with a return of 20.92% against the benchmark of 10.10%. However, it underperformed relative to peers, positioning the Plan in the fourth quartile.

## Financial Snapshot

<b>BALANCE SHEET</b>	<b>FY24</b>	<b>FY25</b>
Paid Up Capital	N/A	N/A
Total Equity	N/A	N/A
<b>INCOME STATEMENT</b>	<b>FY24</b>	<b>FY25</b>
Total Income	404.6	1,838.9
Profit Before Tax	387.4	1,568.2
Profit After Tax	387.4	1,568.2
<b>RATIO ANALYSIS</b>	<b>FY24</b>	<b>FY25</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	Faysal Islamic Financial Growth 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	3-Sep-25	A+(f)	Reaffirmed
Fund Stability	23-Aug-24	A+(f)	Initial
Statement by the Rating Team			
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