

Alfalalh Government Securities Fund Plan - I (AGSP-I)

Managed By: Alfalalh Asset Management Limited

Fund Stability Rating

Latest Rating

AA (f)

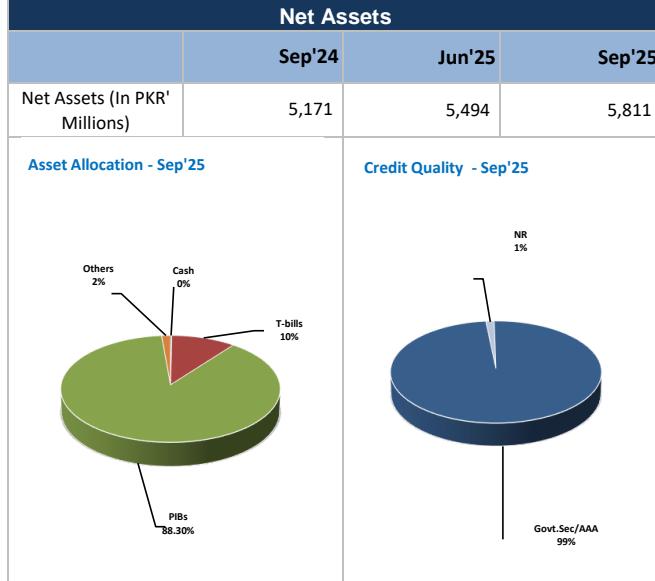
31-Dec-25

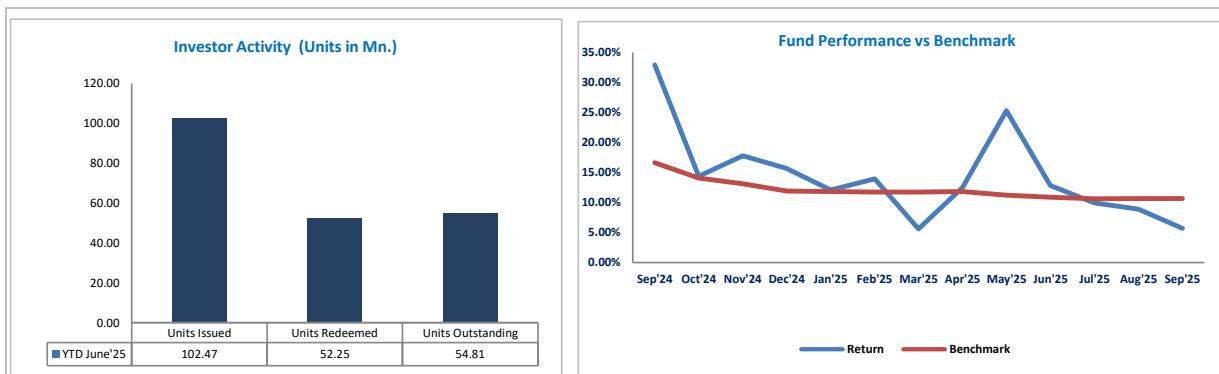
What is Fund Stability Rating

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		Fund Overview
Launch Date	10 September 2024	The Alfalalh Government Securities Fund (the Fund/the Scheme/the Trust/the Unit Trust/AGSF) has been established through a Trust Deed (the Deed) dated Jan 15, 2024 under the Sindh Trust Act, 2020 entered into and between Alfalalh Asset Management Limited, the Management Company, and Central Depository Company of Pakistan Limited, the Trustee.
Fund Type	Open Ended	
Category	Sovereign Income Scheme	
Risk Profile	Medium	
Auditor	Yousuf Adil Chartered Accountants	
Trustee	CDC Pakistan Limited	
Front-end Load	Upto 3%	
Back-end Load	-	
Benchmark	90% six months PKRV rates +10% six months average of the highest rates on savings account of three AA rated scheduled banks as selected by MUFAP	
MQR Rating	AM1	
Mgt. Fee	Upto 1.5% of the Average Daily net asset value	

Offering Document (Extract)		
Description	Minimum rating Entity and Instrument	Min- Max Limits
Government Securities (including Sukuks)	N/A and N/A	70%-100%
Cash at Bank (excluding TDR), TBills & GOP Ijarah Sukuks with maturity not exceeding 90 days on monthly average basis.	Investment Grade and N/A	10% - 30% in case of cash in bank accounts & 0% to 100% in case of T-bills & GOP Ijarah Sukuks of less than 90 days maturity
Non-traded securities including reverse repos, bank deposits, certificates of investments (COI), certificate of musharakas (COM) and anything over 6 months' maturity which is not a marketable security	Investment Grade and N/A	0%-15%
Money market instruments including Commercial Paper, short-term sukus	Investment Grade and Investment Grade- Long Term, A3- Short Term	0%-20%
Authorized investment outside Pakistan including Sovereign mutual funds shall be subject to prior approval and guidelines (if any) of the SECP & SBP	N/A and N/A	20% or USD 15 Million whichever is lower (as allowed by SECP)
Any other instruments/securities that may be permitted or approved by the SECP and from time to time	Investment Grade- A3 (Short Term)	20% (As allowed by SECP)





Credit Quality 12M Till Sep'25					Avg. Asset Allocation (% wise)	12M till Sept'25
	Average	Maximum	Minimum			
Govt.Sec/AAA	96.56%	99.29%	91.83%			5.33%
AA+	0.00%	0.00%	0.00%			13.37%
AA	0.00%	0.00%	0.00%			0.00%
AA-	0.00%	0.00%	0.00%			0.00%
A+	0.00%	0.00%	0.00%			3.42%
A	0.00%	0.00%	0.00%			77.88%
NR	3.43%	8.16%	0.71%			

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

Portfolio Maturity till Sep'25	Average	Maximum	Minimum	Benchmark	Fund Performance	YTD Sep'25
WAM in year(s)	2.47	3.73	0.09	4.00	Total Return	8.26%
Duration in Day(s)	292	589	28	N/A	Benchmark Return	10.65%
					Peer Average	10.22%
					Peer Ranking	40 out of 43

Fund Stability Analysis		
Alfalah Government Securities Plan - I ("AGSP-I" or "the Plan") has been assigned Fund Stability Rating of AA (f). The Plan has demonstrated a high degree of stability in its Net Asset Value, indicating a low level of risk. The Plan was launched in September 2024, with an Assets Under Management (AUM) of PKR 5,171m, which has increased to PKR 5,811m in September 2025.		
Asset Allocation: The Plan's portfolio remains largely invested in Government Securities, consistent with its stated mandate. Additionally, the offering document permits exposures in Cash, Bank Deposits, Money market placements and investments outside Pakistan including sovereign mutual funds.		
Credit Quality: The Plan maintains sound credit quality, with ~99% of its investments placed in Government Securities. While the offering document allows for investments across broader spectrum of investment grade avenues, assigned rating will remain underpinned on management's operational plan to maintain their credit quality at AA+, going forward.		
Market and Liquidity Risk: Since inception, the average Weighted Average Maturity (WAM) was recorded at 900 days, in line with the offering document. The liquidity profile of the Plan is considered sound, with investments primarily held in government securities. The investor base comprises of only three investors, which includes 1 retail, 1 associate and 1 unrelated corporate, reflecting elevated concentration risk. However, this risk is mitigated by the Plan's asset allocation strategy, with investments primarily in liquid assets, thereby reducing redemption risk.		
Fund Performance: On a year-to-date (YTD) basis, the Plan underperformed both its benchmark and relative to its peers, placing it in the fourth quartile.		

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	-	704.0
Profit Before Tax	-	656.3
Profit After Tax	-	656.3
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	Alfalalh Government Securities Fund 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	31-Dec-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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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.