# HBL Islamic Saving Fund Plan I (HBL-ISAVFP-I)

***Managed By: HBL Asset Management Limited***

## Fund Stability Rating

**Latest Rating**

**AA(f)**

**18-Aug-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** | 14-Mar-24 |
| **Fund Type** | Open End |
| **Category** | Shariah Compliant Money Market Scheme |
| **Risk Profile** | Low |
| **Auditor** | BDO Ebrahim & Co., Chartered Accountants |
| **Trustee** | Central Depository Company of Pakistan Limited |
| **Front-end Load** | Up to 3% |
| **Back-end Load** | Nil |
| **Benchmark** | 90% three (3) months PKISRV rates + 10% three (3) months average of the |
| **MQR Rating** | AM1 (VIS) |
| **Mgt. Fee** | 1.60% P.A. |

## Fund Overview

HBL Islamic Savings Fund Plan-I (the Plan) is an open-ended mutual fund constituted under a Trust Deed entered into on September 12, 2023, between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

## Investment Objective

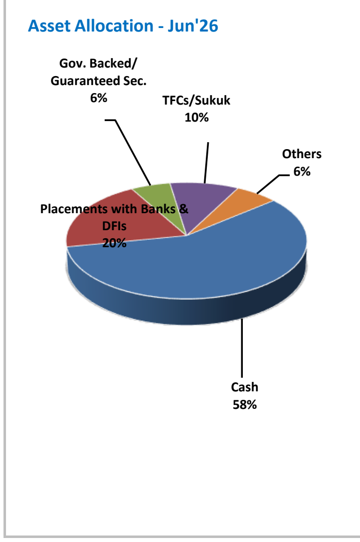
The objective of HBL Islamic Savings Fund Plan-I is to seek high liquidity, competitive return and maximum possible preservation of capital for investors by investing in low risk shariah compliant securities.

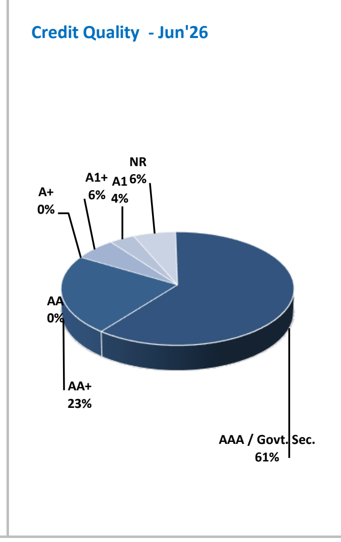
## Offering Document (Extract)

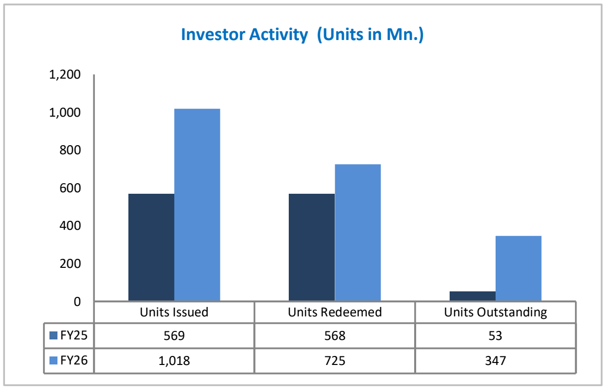
| Description | Minimum rating | Min- Max Limits |
|---|---|---|
| Cash and GoP Ijara Sukuk not exceeding 90 days maturity | (AA) (except for Federal or Provincial Government) | 10%-100% |
| Shariah Compliant Government Securities | N/A | 0%-90% |
| Shariah compliant money market instruments such as Certificate of Islamic Investments (COII), Certificate of Musharaka (COM), Certificate of Deposit (COD), with Commercial banks and DFIs. | AA | 0%-90% |
| Shariah Compliant Commercial Papers/Sukuks | AA/A1 | 0%-20% |
| Shariah compliant money market instruments such as Certificate of Islamic Investments (COII), Certificate of Deposit (COD), Certificate of Musharaka, with Microfinance Banks, NBFCs and | AAA for Modaraba and NBFC & AA for Microfinance Banks | 0%-25% |
| Any Shariah compliant investment/ structure approved by the Shariah Advisor, which may be authorized by the Commission but does not include restricted investments* | As specified by the Commission at the time of granting | 0%-90% |
| Subject to SECP or other regulatory approvals the Scheme may seek to invest in Shariah Compliant securities issued by Federal Government, Provincial Government, Local Government, Government Agencies, Autonomous bodies, public sector entities and private sector entities listed or otherwise and traded outside Pakistan on such terms, guidelines and directions as may be issued by SECP and the State Bank of Pakistan from time to time.* | As specified by the Commission at the time of granting approval | 0%-30% (subject to a cap of USD 15mn |

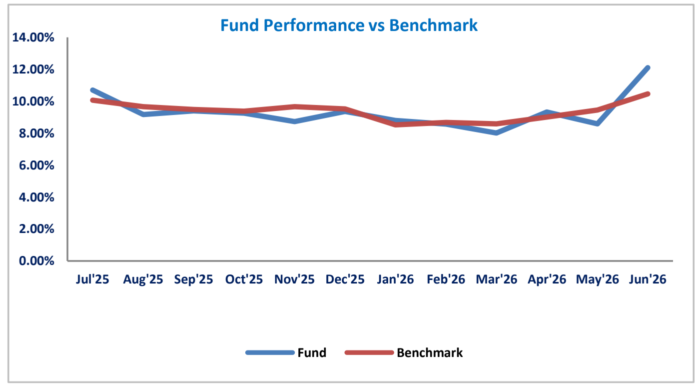
## Net Assets

| | Jun'24 | Jun'25 | Jun'26 |
|---|---|---|---|
| Net Assets (In PKR' Millions) | 5,249 | 5,363 | 35,040 |






| Credit Quality (FY'26) | Average | Maximum | Minimum |
|---|---|---|---|
| AAA / Govt. Sec. | 52.03% | 63.49% | 41.76% |
| AA+ | 22.93% | 38.80% | 12.27% |
| AA | 2.94% | 12.27% | 0.00% |
| AA- | 0.00% | 0.00% | 0.00% |
| A+ | 0.00% | 0.00% | 0.00% |
| A | 0.00% | 0.00% | 0.00% |
| A- | 0.00% | 0.00% | 0.00% |
| NR | 7.02% | 9.46% | 0.82% |

| Avg. Asset Allocation (% wise) | FY'25 Avg. | FY'26 Avg. |
|---|---|---|
| Cash | 21.68% | 27.67% |
| Placements with Banks & DFIs | 31.59% | 36.81% |
| Gov. Backed/ Guaranteed Sec. | 22.73% | 13.43% |
| TFCs/Sukuk | 15.21% | 15.08% |
| CP | 0.00% | 0.00% |
| Others | 8.80% | 7.02% |
| Total | 100.00% | 100.0% |

| Portfolio Maturity (FY'26) | Average | Maximum | Minimum | Benchmark |
|---|---|---|---|---|
| WAM in year(s) | 0.15 | 0.23 | 0.06 | 0.25 |
| Duration (In Days) | 44 | 69 | 11 | 90 |

| Fund Performance | FY'25 | FY'26 |
|---|---|---|
| Total Return | 13.38% | 9.74% |
| Benchmark Return | 10.25% | 9.37% |
| Peer Average | 9.69% | 10.15% |
| Peer Ranking | 1 out of 29 | 23 out of 32 |

## Fund Stability Analysis

The HBL Islamic Savings Fund Plan-I (HBL ISAVF Plan-I) has been assigned a rating of AA (f) for fund stability. The plan was launched in March 2024 and the duration of the plan is perpetual. AUM's as of June 2026 were recorded at Rs. 35,040m.

Asset Allocation:
The Plan's asset allocation remained consistent with the investment parameters prescribed in the Offering Document. On an average basis during FY26, the portfolio was primarily invested in placements with Shariah-compliant banks and DFIs (~36%), followed by cash balances (~28%), while the remaining allocation comprised Sukuk instruments (~15%) and government-backed securities (~13%).

Credit Quality:
The Plan's investment policy mandates investing in instruments with a minimum long-term of ‘AA’ and short-term rating of ‘A1’. The fund’s investments have primarily been concentrated in AAA rated instruments, followed by investments in AA+ rated instruments

Market and Liquidity Risk:
During FY26, the portfolio's average weighted average maturity (WAM) was reported at 54 days, remaining well below the maximum threshold of 90 days prescribed in the Offering Document. The relatively short maturity profile limits the Plan's exposure to interest rate volatility.

The Plan's liquidity profile is considered adequate, with ~78% of the portfolio invested in liquid assets, on average. The Plan's assets under management (AUM) are predominantly held by retail investors, accounting for approximately 65% of net assets. This supports a relatively diversified investor base and limits concentration risk, with the top ten investors accounting for approximately 33% of the Plan's AUM as at Jun'26.

Fund Performance:
During FY26, the plan yielded an annualized return of 9.74%, and the peer average was 10.15%

## Financial Snapshot

| **BALANCE SHEET** | **FY25** | **FY26** |
|---|---|---|
| Paid Up Capital | N/A | N/A |
| Total Equity | N/A | N/A |

| **INCOME STATEMENT** | **FY25** | **FY26** |
|---|---|---|
| Total Income | 904.5 | N/A |
| Profit Before Tax | 772.0 | N/A |
| Profit After Tax | 772.0 | N/A |

| **RATIO ANALYSIS** | **FY25** | **FY26** |
|---|---|---|
| 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 Islamic Saving 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 | 18-Aug-26 | AA(F) | Initial |
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| **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. |
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| **Rating Methodology** | https://docs.vis.com.pk/docs/FundstabilityRating.pdf |
| **Rating Scale** | https://docs.vis.com.pk/docs/VISRatingScales.pdf |



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