

AL Habib Sovereign Income Fund- Plan 3 (AHSIFP3)

Managed By: Al Habib Asset Management Limited

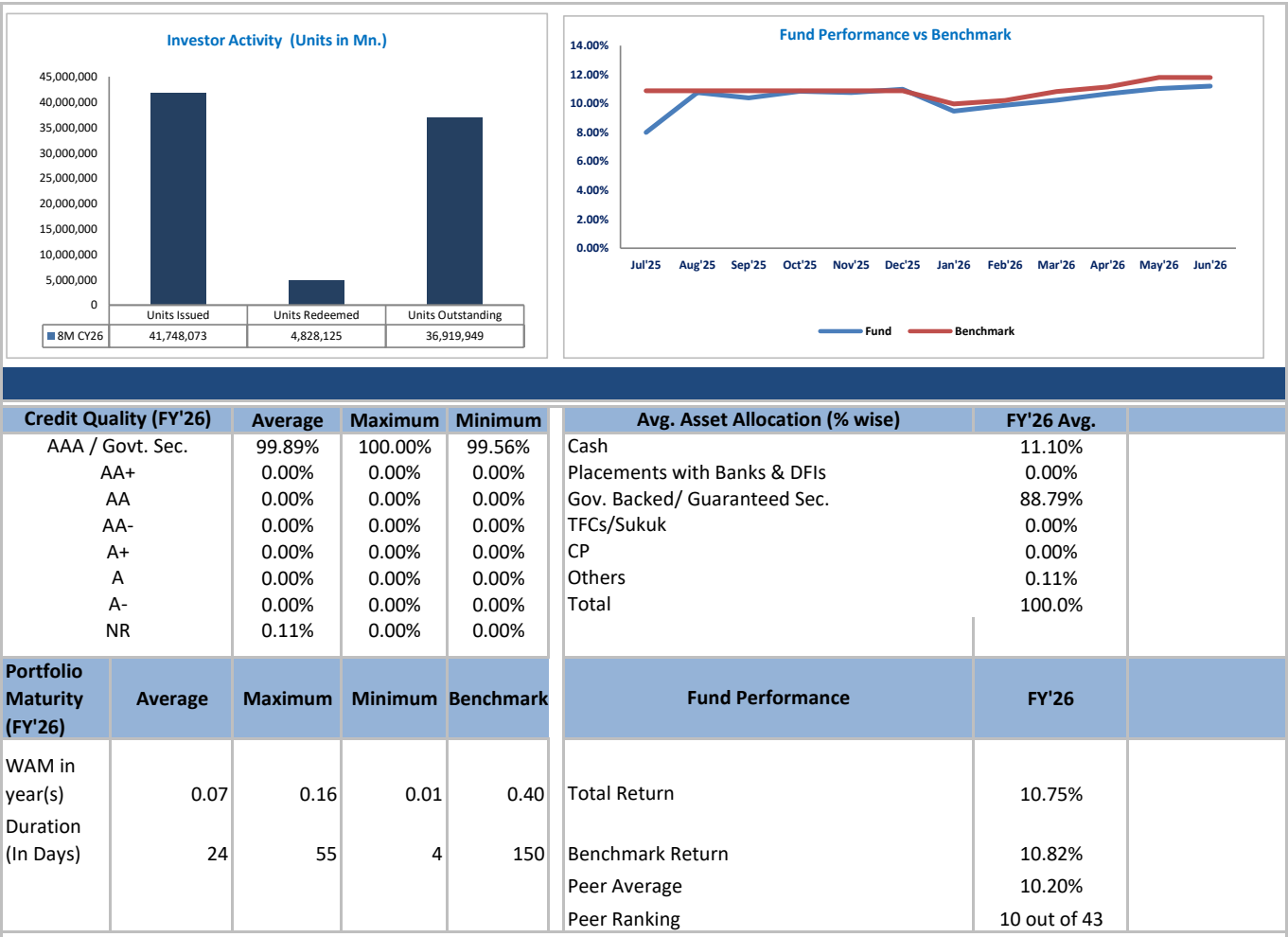
Fund Stability Rating
Latest Rating
AAA(f)
7-Oct-26

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	19-Jun-25
Fund Type	Open End
Category	Open Ended Sovereign Income Scheme
Risk Profile	Medium
Auditor	BDO Ebrahim and Co Chartered Accountants
Trustee	Central Depository Company of Pakistan Limited
Front-end Load	Direct Investment through AMC/ third
Back-end Load	Nil
Benchmark	90% six (6) months PKRV rates + 10% six (6) months average of the highest
MQR Rating	AM1 (PACRA)
Mgt. Fee	Up to 1.5% of Average Daily Net Assets
	Investment Objective To seek maximum possible preservation of capital and generate a competitive return by investing primarily in Government Securities.

Offering Document (Extract)		
Description	Minimum rating	Min- Max Limits
Government Securities	N/A	70%-100%
cash and near cash instruments which include cash in bank accounts (excluding TDRs), treasury bills not exceeding 90 days' maturity	AA-	10%-100%
Reverse Repo against Government Securities	N/A	0%-15%
Term Finance Certificates /Sukuk	AA-	0%-20%
Term Deposits with Banks	AA-	0%-20%
Government Securities Income Exchange Traded Funds	N/A	0%-10%

Net Assets			
		Jun'26	
Net Assets (In PKR' Millions)		341	
Asset Allocation - Jun'26		Credit Quality - Jun'26	
Gov. Backed/ Guaranteed Sec. 74% Cash 26%		AAA / Govt. Sec. 100%	



Fund Stability Analysis		
The AL Habib Sovereign Income Fund- Plan 3 has been assigned a rating of AAA (f) for fund stability. The plan was launched in June 2025. AUM's as of August 2026 were recorded at Rs. 3,773m. 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 Government securities (~89%), while the remaining allocation comprised of cash balances (~11%). Credit Quality: The Plan's investment policy mandates investments in instruments with a minimum long-term rating of 'AA-'. During FY26, the fund's investments were entirely concentrated in the 'AAA' rating band and as per management confirmation, operationally credit risk will be maintained at a minimum AA+ rating, going forward. Market and Liquidity Risk: During FY26, the portfolio's average weighted average maturity (WAM) was reported at 25 days, remaining well below the maximum threshold of 1460 days prescribed in the Offering Document. Going forward, as per the Company, the portfolio's weighted average maturity is expected to remain below five months. The Plan maintains a strong liquidity profile, with 100% of its portfolio invested in liquid assets on average. The Plan's AUM is predominantly held by corporate investors, who accounted for approximately 82% of net assets as of August 2026. The Plan's client concentration risk remains high, with nearly the entire AUM concentrated among its top 10 investors as of August 2026. Fund Performance: During FY26, the plan yielded an annualized return of 10.75%, outperforming the peer average of 10.2% and underperforming the benchmark return of 10.82%, placing the plan in the first quartile.		
Financial Snapshot		
BALANCE SHEET	FY26	-
Paid Up Capital	N/A	-
Total Equity	N/A	-
INCOME STATEMENT	FY26	-
Total Income	13,541,000.0	-
Profit Before Tax	13,224,000.0	-
Profit After Tax	13,224,000.0	-
RATIO ANALYSIS	FY26	-
Current Ratio (x)	N/A	-
Gearing (x)	N/A	-
FFO	N/A	-

Regulatory Disclosures			
Name of Rated Fund	AL Habib Sovereign Income Fund- Plan 3	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	7-Oct-26	AAA (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-2026/FSR-Methodology-2026.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.