



THE PAKISTAN CREDIT RATING AGENCY LIMITED

Performance Ranking Report

Lakson Equity Fund

[Category: Equity]

Review Period: Dec'20

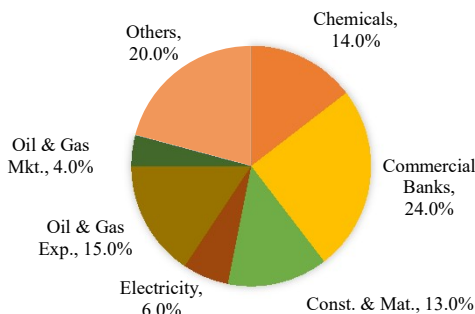
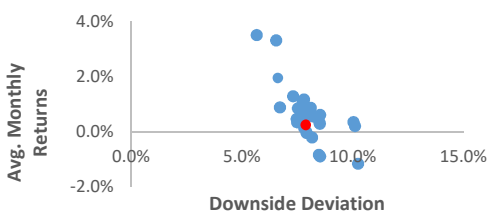
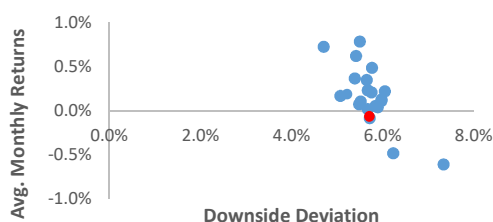
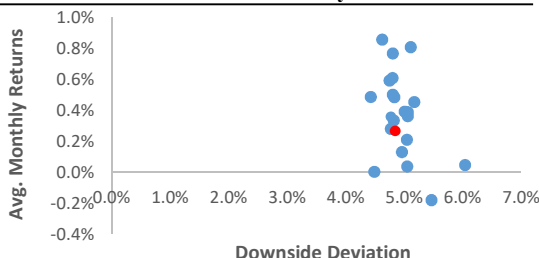
Sr. No.	Period	Ranking	
		Dec'20	Jun'20
1	1-Year	3-Star	3-Star
2	3-Year	3-Star	3-Star
3	5-Year	3-Star	3-Star

Fund Facts

Fund	Lakson Equity Fund
Fund Category	Equity - Open End
Launch Date	13-Nov-09
Trustee	CDC
Benchmark	KSE-30
Fund Size	PKR 3,410mln
AMC	Lakson Investments Limited
AMC Rating	AM2+ (PACRA)
Fund Manager	Mr. Abdul Samad Khanani
Peer Universe	Equity Funds Category

Asset Allocation

	Dec'20	Jun'20
Equities	95.0%	90.0%
Cash	5.0%	10.0%
Others	-	-

Sectorwise Exposure (Dec'20)

Risk
Return - Downside Deviation Analysis - 1 Year

Return - Downside Deviation Analysis - 3 Years

Return - Downside Deviation Analysis - 5 Years

Lakson Equity Fund
History

	Dec'20	Jun'20	Dec'19	Jun'19
Fund Ranking 1Yr	3-Star	3-Star	2-Star	3-Star
Fund Ranking 3Yrs	3-Star	3-Star	3-Star	3-Star
Fund Ranking 5Yrs	3-Star	3-Star	3-Star	3-Star
Fund Size (PKR mln)	3,410	2,932	3,551	3,293
Category Size (PKR mln)	145,580	113,605	131,582	116,223
Fund NAV (PKR/Unit)	108.3	87.9	105.1	91.1
Fund Dividend (PKR/Unit)	-	-	-	-

Fund's Objective

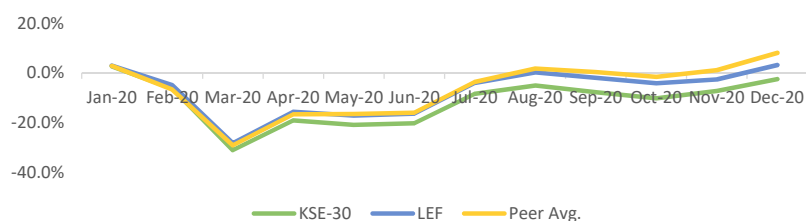
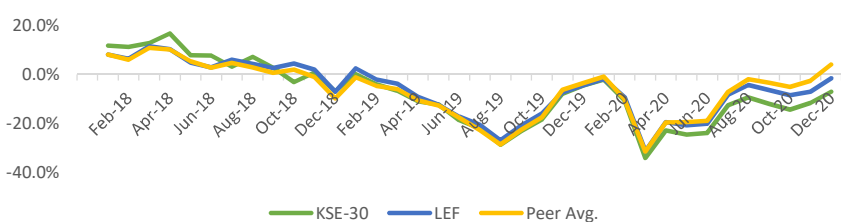
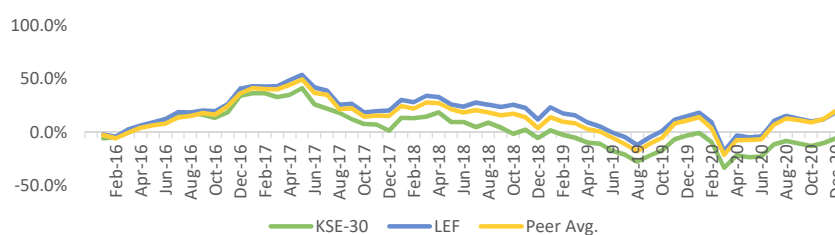
To provide long term capital appreciation by investing mainly in equity and related listed securities. Investments will be made in companies of substance, financial strength and demonstrably superior management skills with some exposure given to smaller capitalized value stocks.

Asset Manager (Dec'20)

Year of Incorporation	2009
Conventional Funds	5
Shariah-Compliant Funds	1
CEO	Mr. Babar Ali Lakhani
CIO	Mr. Mustafa O. Pasha, CFA
AUMs	PKR 21,926mln

Return Summary

Period	LEF	Peer Avg.	Fund SD.	Peer SD.
1QCY20	-28.2%	-29.1%	13.8%	11.3%
2QCY20	16.5%	18.4%	10.4%	8.9%
3QCY20	17.2%	19.4%	8.5%	7.0%
4QCY20	5.2%	7.7%	4.0%	4.2%
CY20	3.0%	8.0%	10.6%	10.6%

Performance
Benchmark | LEF | Peer Avg. | 1Yr | Dec'20 (Cumulative Monthly Returns)

Benchmark | LEF | Peer Avg. | 3Yr | Dec'20 (Cumulative Monthly Returns)

Benchmark | LEF | Peer Avg. | 5Yr | Dec'20 (Cumulative Monthly Returns)




Rankings Explained

Categorize Funds

Measure Absolute Returns (R)

Measure Risk adjusted Return (RAR)

Equal Weigh to R & RAR

Plot along Normal Distribution

Final Ranking

• Ranking is a purely quantitative measure, avoiding any biases. It is based on historical returns of a fund relative to other funds in similar category. PACRA mainly follows SECP guidelines (Circular No. 7 of 2009) for defining fund categories – each having distinct characteristics – and rankings of funds are comparable only in their respective category.

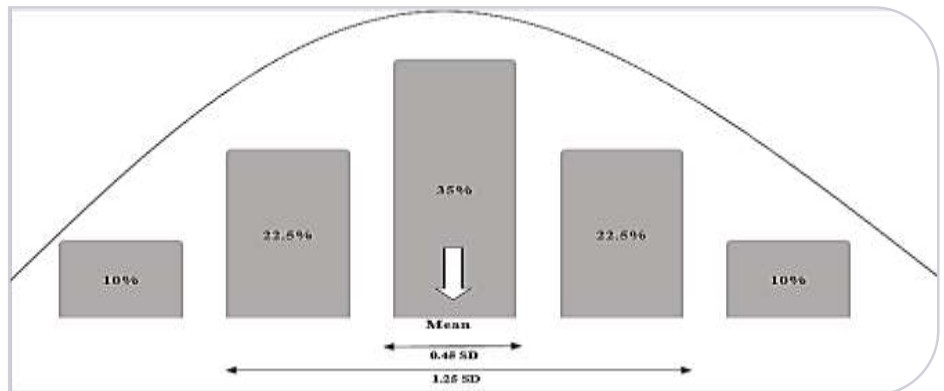
$$R = \frac{PE - PB}{PB} \times 100$$

- R = Total return for the month
- PE = End of month NAV (net assets value) per share/certificate
- PB = Beginning of month NAV per share/certificate
- A = Adjustments on account of cash dividend, bonus issue addition to capital.

$$RAR = \frac{R_n}{DD(R_f)}$$

- R_n = Average monthly returns for the relevant period (trailing 12/36/60 monthly periods)
- DD = Downside Deviation of the monthly returns of the fund. DD is computed using the returns for the relevant period
- R_f = Risk free rate: Monthly average of 6-Month T Bill Yield for the relevant period

- The fund's performance (measured by assigning 50 % weight each to the fund's return and risk adjusted return)



Weak	Below Average	Average	Good	Superior
★	★★	★★★	★★★★	★★★★★

- Rankings are calculated on the basis of performance during a particular period (12 months for 1-Year star ranking, 36 months for 3-Year star ranking and 60 months for 5-Year star ranking). For a particular fund the relevant period ranking will be disclosed.
- Only those funds are eligible for ranking that have remained operational throughout the given period.
- A month of a year is used as a reference period to calculate performance.
- Rankings are based on past performance of the fund. PACRA's opinion is not a recommendation to purchase, sell or hold a fund, in as much as it does not comment on the Fund's NAV or suitability for a particular investor.
- PACRA releases rankings twice a year; for the period ending in June and December.

Disclosure

Name of Fund	Lakson Equity Fund
Sector	Mutual Fund
Type of Relationship	Solicited
Purpose of the Rating	Performance Ranking
Applicable Criteria	Performance Ranking Methodology – Jun'20
Related Research	Sector Study Mutual Funds Performance Ranking – Feb'21
Rating Analysts	Afnan Iqbal afnan.iqbal@pacra.com

Regulatory and Supplementary Disclosure**Rating Team Statements**

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- i. The Rating Team or any of their family members have no interest in this rating | Chapter III; 12-2-(j)
 - ii. PACRA, the analysts involved in the rating process and members of its rating committee, and their family members, do not have any conflict of interest relating to the rating done by them | Chapter III; 12-2-(e) & (k)
 - iii. The analyst is not a substantial shareholder of the customer being rated by PACRA [Annexure F; d-(ii)]
- Explanation: for the purpose of above clause, the term “family members” shall include only those family members who are dependent on the analyst and members of the rating committee Restrictions

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(10) PACRA maintains principal of integrity in seeking rating business | Chapter III; 11-A-(u)

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(18) PACRA does not monitor Stability Rating on continuous basis. Any potential change therein due to any event associated with the fund is incorporated in next review; | Chapter III | 18-(a)

(19) PACRA reviews all outstanding ratings on semi-annual basis | Chapter III | 18-(b)

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