



# STAR RANKING REPORT

Dec-19

## Faysal Stock Fund

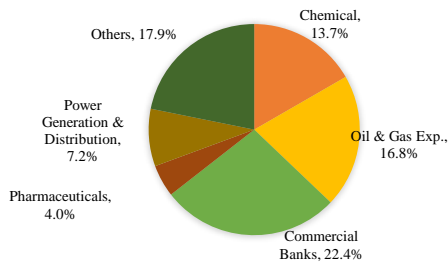
### Fund Facts

<b>Fund</b>	Faysal Stock Fund (Formerly: Faysal Balanced Growth Fund)
<b>Fund Category</b>	Equity
<b>Launch Date</b>	19-Apr-04
<b>Trustee</b>	CDC
<b>Benchmark</b>	KSE-100 Index
<b>Fund Size</b>	PKR 150mln
<b>AMC</b>	Faysal Asset Management Limited
<b>AMC Rating</b>	AM2
<b>Fund Manager</b>	Mr. Ayub Khuhro
<b>Peer Universe</b>	Equity Funds
<b>*Fund Conversion Date</b>	1-Mar-18

### Asset Allocation

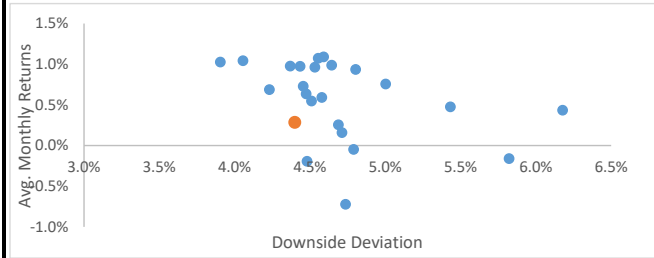
	Dec-19	Jun-19
<b>Equities</b>	82.1%	68.9%
<b>Cash</b>	13.1%	24.0%
<b>Others</b>	4.9%	7.2%

### Sector-wise Portfolio (Dec-19)



### Risk

#### Return - Downside Deviation Analysis - 1 Year



### History

	Dec-19	Jun-19	Dec-18	Jun-18
<b>Fund Ranking 1Yr</b>	2-Star	1-Star	1-Star	1-Star
<b>Fund Ranking 3Yrs</b>	-	-	-	-
<b>Fund Ranking 5Yrs</b>	-	-	-	-
<b>Fund Size (PKR mln)</b>	150	116	154	221
<b>Category Size (PKR mln)</b>	131,582	116,224	135,122	136,124
<b>Fund NAV (PKR)</b>	52.2	43.1	50.5	60.0
<b>Fund Dividend (PKR)</b>	-	-	-	-

### Fund's Objective

To provide capital growth by investing primarily in a diversified pool of equities and equity related investments. So as to diversify fund risk and to optimize potential returns.

### Asset Manager (Dec-19)

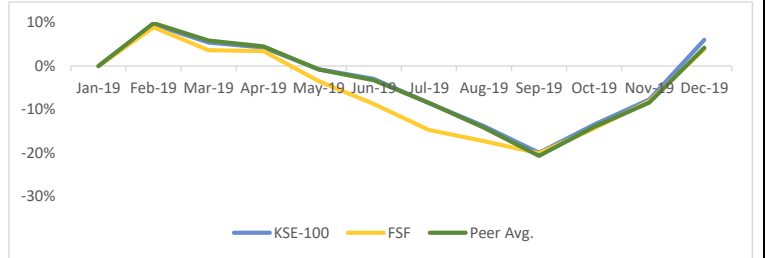
<b>Year of Incorporation</b>	2003
<b>Conventional Funds</b>	9
<b>Shariah-Compliant Funds</b>	5
<b>CEO</b>	Mr. Khaldoon Bin Latif
<b>CIO</b>	Mr. Ayub Khuhro
<b>AUMs</b>	PKR 15,740mln

### Return Summary

CY19	FSF	Peer Avg	Fund SD	Peer SD
<b>1Q</b>	3.9%	4.9%	7.0%	6.1%
<b>2Q</b>	-18.6%	-13.0%	0.7%	2.3%
<b>3Q</b>	0.7%	-5.3%	6.0%	7.7%
<b>4Q</b>	19.9%	23.1%	6.7%	5.1%

### Performance

#### Benchmark | FSF | Peer Avg. | 1Yr | Dec-19 (Cumulative Monthly Returns)





# Rankings Explained

**Categorize Funds**

• 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.

**Measure Absolute Returns (R)**

$$R = \frac{PE - PB}{PB} \pm A$$

- 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.

**Measure Risk adjusted Return (RAR)**

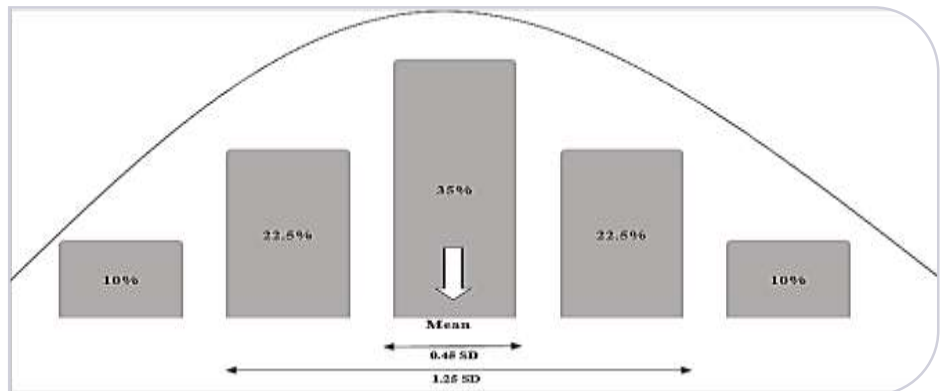
$$RAR = \frac{R_n}{DD(R_f)}$$

- R<sub>n</sub> = 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<sub>f</sub> = Risk free rate: Monthly average of 6-Month T Bill Yield for the relevant period

**Equal Weigh to R & RAR**

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

**Plot along Normal Distribution**



**Final Ranking**

<b>Weak</b>	<b>Below Average</b>	<b>Average</b>	<b>Good</b>	<b>Superior</b>
★	★★	★★★	★★★★	★★★★★

- 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	Faysal Stock Fund
Sector	Mutual Fund
Type of Relationship	Solicited
Purpose of the Rating	Performance Ranking
Applicable Criteria	Performance Ranking Methodology – Jun'19
Related Research	Sector Study   Mutual Funds   Performance Ranking – Feb'20
Rating Analysts	Shahzad Aslam   <a href="mailto:shahzad.aslam@pacra.com">shahzad.aslam@pacra.com</a>

## Regulatory and Supplementary Disclosure

### Rating Team Statements

(1) Rating is just an opinion about the creditworthiness of the entity and does not constitute recommendation to buy, hold or sell any security of the entity rated or to buy, hold or sell the security rated, as the case may be | Chapter III; 14-3-(x)

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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)]

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(7) PACRA uses due care in preparation of this Rating Report. Our information has been obtained from sources we consider to be reliable but its accuracy or completeness is not guaranteed. PACRA does not, in every instance, independently verifies or validates information received in the rating process or in preparing this Rating Report |

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

(11) PACRA promptly investigates, in the event of a misconduct or a breach of the policies, procedures and controls, and takes appropriate steps to rectify any weaknesses to prevent any recurrence along with suitable punitive action against the responsible employee(s) | Chapter III; 11-B-(m)

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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)

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