

STABILITY RATING REPORT LAKSON ISLAMIC MONEY MARKET FUND

[CATEGORY: SHARIAH COMPLAINT MONEY MARKET]

Date	Rating Type	Action	Rating	Outlook	Rating Watch
06-Sep-22	Stability Rating	Maintain	AA(f)	Stable	-

FUND STABILITY REPORT

Jun'22

Lakson Islamic Money Market Fund

Fund Facts (May'22)	
Fund	Lakson Islamic Money Market Fund
Fund Category	Shariah Money Market
Launch Date	In Process
Fund Size	PKR 1.5bln-2bln
AMC	Lakson Investments Limited
AMC Rating	AM2+
Fund Manager	Mr. Hassan Bin Nasir
Peer Universe	Money Market

Asset Allocation Summary				
	Jun'22	Mar'22	Dec'21	Sep'21
Cash	-			
TFCs	-			
Bank Placements/DFIs	-			
Modarabas	-			
Sukuk	-			
Commercial Paper	-			
T-Bills	-			
PIBs	-			
Spread Transaction	-			
Others	-			

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TFCs	-			
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Commercial Paper	-			
T-Bills	-			
PIBs	-			
Spread Transaction	-			

Credit Quality (Jun'22)	
AA- Max, 25.0%	Govt Sec/AAA: Min, 25.0%

History	Jun'22	Mar'22	Dec'21	Sep'21
Fund Size (PKR 'mln)	-	-	-	-
Category Size (PKR 'mln)	-	-	-	-
Fund NAV (PKR/Unit)	-	-	-	-
Fund Dividend (PKR/Unit)	-	-	-	-
WAM (Days)	-	-	-	-
Duration (Days)	-	-	-	-

Fund's Objective

To provide stable and competitive returns with low volatility by constructing shariah compliant liquid portfolio of low risk short term investments.

Asset Manager (Jun'22)

Year of Incorporation 2009 **Conventional Funds** 5 **Shariah-Compliant Funds** 1 **Pension Schemes**

CEO Mr. Babar Ali Lakhani CIO Mr. Mustafa O. Pasha, CFA

AUMs PKR 25bln

Return Summary					
Period	LIF	Peer Avg.	Fund SD.	Peer SD.	
1Q	-	-	-	-	
2Q	-	-	-	-	
3Q	-	-	-	-	
4Q	-	-	-	-	
FY22	-	-	-	-	

Lakson Islamic Money Market Fund (or the "fund") is an open ended fund, managed by Lakson Investment Limited (LIL). The AMC is in process to launch the "Fund" in order to strengthen its relative position in Islamic money market category. The objective of Lakson Islamic Money Market Fund (or the "Fund") is the long-term capital appreciation by investing in Shariah Compliant avenues. The initial Fund's size would be PKR ~1.5bln-2bln . The rating reflects the Fund's low credit risk profile emanating from the fund's investment policy to invest in strong credit quality investment avenues with sound liquidity. The Investment policy of the Fund restrict exposure in below "AA' rated avenues. Any breach of investment policy is considered negative.

Going forward, the Fund strategy represents high liquidity and low risk profile, which bodes well to the rating. The Fund would remain invested at least 25% in Govt Securities/AAA rated avenues, this would remain imperative to the rating.

Disclosure	
Name of Fund	Lakson Islamic Money Market Fund
Sector	Mutual Fund
Type of Relationship	Solicited
Purpose of the Rating	Stability Rating
Applicable Criteria	Stability Rating Methodology – Jun'21
Related Research	Sector Study Mutual Funds Stability Rating – Apr'21
Rating Analysts	Wajeeha Asghar Wajeeha.asghar@pacra.com

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)
- (2) Conflict of Interest
- 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
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- (5) PACRA does not make proposals or recommendations regarding the activities of rated entities that could impact a credit rating of entity subject to rating | Chapter III; 10-7-(k)

Conduct of Business

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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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Monitoring and review

- (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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