



The Pakistan Credit Rating Agency Limited

STAR RANKING REPORT

FAYSAL ISLAMIC ASSET ALLOCATION FUND [ISLAMIC ASSET ALLOCATION]

	1-YEAR	3-YEAR	5-YEAR
FUND RANKINGS	★★★★	-	-
	4-Star	-	-
REVIEW PERIOD – JUN'17	12 Months	36 Months	60 Months

Ranking Scale	★ ★ ★ ★ ★ ★ ★ ★ ★ ★ ★ ★ ★ ★ ★	Superior Good Average Below Average Weak
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STAR RANKING REPORT

Sep-17

Faysal Islamic Asset Allocation Fund

Fund Facts

Fund	Faysal Islamic Asset Allocation Fund
Fund Category	Islamic Asset Allocation
Launch Date	9-Sep-15
Trustee	CDC
Fund Size	PKR: 374mln
AMC	Faysal Asset Management Limited
AMC Rating	AM3++ (JCR)
Fund Manager	Saif Hasan
Peer Universe	All Islamic Eligible Asset Allocation Funds

History

	Jun-17	Dec-16	Jun-16	Dec-15
Fund Ranking 1Yr	4-Star	2-Star	-	-
Fund Ranking 3Yrs	-	-	-	-
Fund Ranking 5Yrs	-	-	-	-
Fund Size (PKR mln)	374	136	193	245
Category Size (PKR mln)	31,193	17,947	10,877	7,364
Fund NAV (PKR)	99.9	109.8	95.9	97.2
Fund Dividend	3.5	-	-	-

Fund's Objective

The objective of Faysal Islamic Asset Allocation Fund (FIAAF) is to earn competitive riba free return by investing in various Shariah compliant asset classes/instruments based on the market outlook and may easily change allocation to take advantage of directional macro and micro

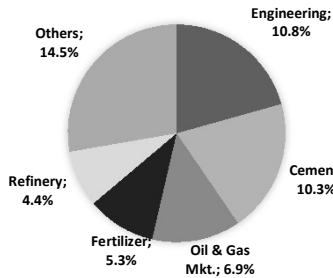
Asset Allocation

	Jun-17	Jun-16
Equities	52.2%	57.3%
Banks	34.8%	40.8%
Govt. Securities	-	-
Debt Instruments	-	-
Others	13.0%	1.9%

Asset Manager (Jun'17)

Year of Incorporation	2003
Conventional Funds	7
Shariah-Compliant Funds	2
CEO	Mr. Razi-ur-Rahman
CIO	Mr. Ayub Khuhro
AUMs	PKR 7,851mln (June-17)

Sector-wise Portfolio (Jun'17)



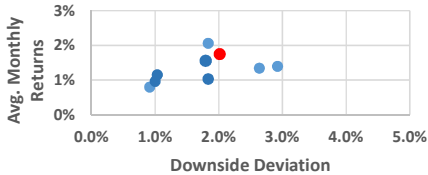
Return Summary

	FY17	FIAAF	Peer Avg.	Fund SD.*	Peer SD.*
1Q	10.5%	4.9%	3.2%	2.7%	
2Q	3.5%	9.5%	4.9%	3.8%	
3Q	6.5%	2.3%	1.8%	1.3%	
4Q	1.2%	-0.9%	5.4%	3.6%	

* based on monthly returns

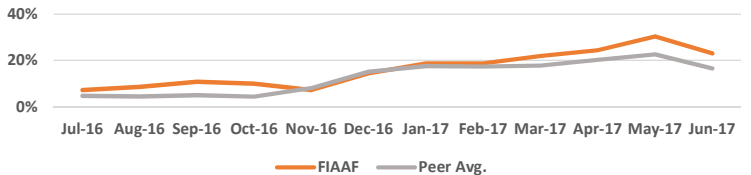
Risk

Return - Downside Deviation Analysis - 1 Year



Performance

FIAAF | Peer Avg. | 1Yr | Jun-17 (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)

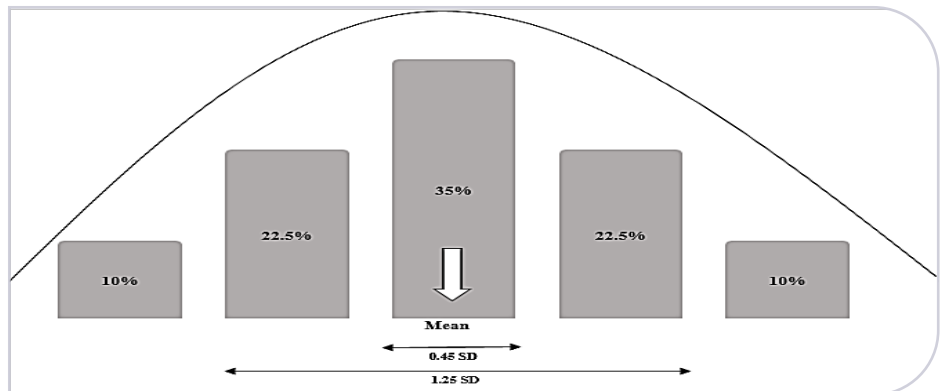
$$RAR = \frac{R_n}{DD(R_f)}$$

- R_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

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

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.

