



The Pakistan Credit Rating Agency Limited

STABILITY RATING REPORT

ATLAS INCOME FUND

[CATEGORY: INCOME FUNDS]

Date	Rating Type	Action	Rating	Outlook	Rating Watch
18-Oct-24	Stability Rating	Maintain	AA-(f)	Stable	-
17-Apr-24	Stability Rating	Maintain	AA-(f)	Stable	-
17-Oct-23	Stability Rating	Maintain	AA-(f)	Stable	-
14-Apr-23	Stability Rating	Maintain	AA-(f)	Stable	-
15-Oct-22	Stability Rating	Maintain	AA-(f)	Stable	-
15-Apr-22	Stability Rating	Maintain	AA-(f)	Stable	-
15-Oct-21	Stability Rating	Maintain	AA-(f)	Stable	-
16-Apr-21	Stability Rating	Maintain	AA-(f)	Stable	-
16-Oct-20	Stability Rating	Maintain	AA-(f)	Stable	-



FUND STABILITY REPORT

Sep'24

Atlas Income Fund

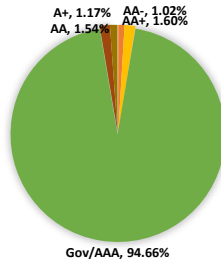
Fund Facts (Jun-24)

Fund	Atlas Income Fund
Fund Category	Income
Launch Date	22-Mar-04
Fund Size	PKR 9,473mln
AMC	Atlas Asset Management Limited
AMC Rating	AM2+
Fund Manager	Mr. Fawad Javaid
Peer Universe	Income Funds

Asset Allocation Summary

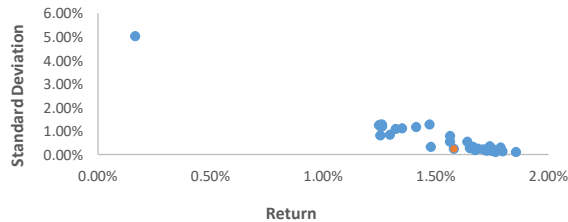
	Jun'24	Mar'24	Dec'23	Jun'23
PIBs	5.33%	8.1%	11.98%	17.4%
T-Bills	85.2%	77.2%	55.0%	65.5%
Cash	0.64%	1.0%	13.97%	0.9%
TFC/Sukuks	6.9%	10.6%	12.8%	13.8%
Others	0.61%	1.1%	1.71%	2.3%
MTS	-	-	2.3%	-
Ijara Sukuk	1.29%	2.0%	2.35%	-
Commercial Paper			-	-

Credit Quality (Jun-24)



Risk

Return | Standard Deviation Analysis | 01 Year



History

	Jun'24	Mar'24	Dec'23	Jun'23
Fund Size (PKR mln)	9,473	6,189	5,283	3,492
Category Size (PKR mln)	322,152	302,129	266,313	166,823
Fund NAV (PKR/Unit)	527.47	610.6	583.86	525.4
Fund Dividend (PKR/Unit)	-	-	-	-
WAM (Days)	350	448	558	578
Duration (Days)	156	145	163	78

Fund's Objective

To earn a competitive return while preserving capital by investing in good quality corporate debt instruments, bank deposits and government securities

Asset Manager (Jun-24)

Year of Incorporation	2004
Conventional Funds	5
Shariah-Compliant Funds	5
Pension Schemes	3
CEO	Mr. Abdul Samad
CIO	Mr. Khalid Mahmood
AUMs	PKR 88.456bln

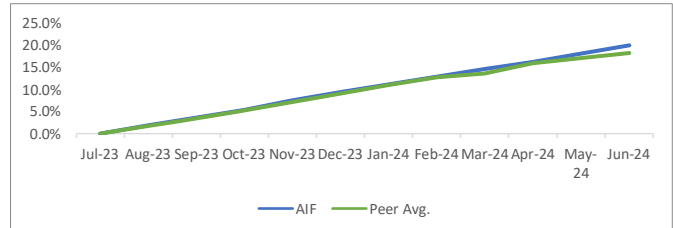
Retn Return Summary

FY24	AIF	Peer Avg.	Fund SD.	Peer SD.
1Q	5.2%	5.0%	0.1%	0.5%
2Q	5.6%	5.4%	0.3%	0.5%
3Q	4.6%	4.5%	0.1%	0.9%
4Q	5.1%	2.6%	0.1%	1.7%
1 Year	22.1%	19.0%	0.2%	0.4%

* based on monthly returns

Performance

AIF | Peer Avg. | Jul'23-Jun'24 (Cumulative Monthly Returns)



Commentary

Atlas Income Fund ("AIF" or the "Fund") is a medium risk profile Fund. The investment objective of the Fund is to earn a competitive return while preserving capital by investing in good quality corporate debt instruments, bank deposits and government securities. The assigned rating reflects the Fund's moderate credit and interest rate risk profile emanating from its investment strategy. The Fund had allocated ~85.2% in T Bills, ~6.9% in TFC/Sukuk, ~5.33% in PIBs, ~1.29% in Ijara Sukuks, ~0.64% in bank deposits while remaining was invested in others at the end of Jun-24. The duration of the Fund stood at 156 days at end Jun-24, exposing the fund to high interest rate risk. The WAM of the Fund stood at 350 days at the end Jun-24, exposing the fund to high credit risk. However, since the investment in long term Govt papers, the credit risk is manageable. The unit holding pattern of the Fund concentration were ~93.24% represented by top ten investors, exposing the Fund to very high level of redemption pressure.

Going forward, the material changes in the Fund's asset allocation strategy, impacting its credit quality and/or average duration, would affect the rating.

Disclosure

Name of Fund	Atlas Funds
Sector	Mutual Fund
Type of Relationship	Solicited
Purpose of the Rating	Stability Rating
Applicable Criteria	Stability Rating Methodology – Jul-24
Related Research	Sector Study Mutual Funds Stability Rating – Feb-24
Rating Analysts	Hassan Ahmad hassan.ahmad@pacra.com

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(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)]

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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(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)

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(9) PACRA ensures before commencement of the rating process that an analyst or employee has not had a recent employment or other significant business or personal relationship with the rated entity that may cause or may be perceived as causing a conflict of interest; | Chapter III; 11-A-(r)

(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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