



The Pakistan Credit Rating Agency Limited

## STABILITY RATING REPORT

### ATLAS SOVEREIGN FUND [CATEGORY: INCOME FUND]

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	Downgrade	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	Initial	AA(f)	Stable	-



# FUND STABILITY REPORT

Sep'24

## Atlas Sovereign Fund

### Fund Facts (Jun'24)

Fund	Atlas Sovereign Fund
Fund Category	Income
Launch Date	1-Dec-14
Fund Size	PKR 7,228mln
AMC	Atlas Asset Management Limited
AMC Rating	AM2+
Fund Manager	Mr. Fawad Javaid
Peer Universe	Income Funds

### History

	Jun-24	Mar-24	Dec-23	Jun-23
Fund Size (PKR mln)	7,228	7,432	5,335	586
Category Size (PKR mln)	322,152	302,129	266,313	166,823
Fund NAV (PKR/Unit)	102.2	118.0	113.4	101.8
Fund Dividend (PKR/Unit)	-	-	-	-
WAM (Days)	200	267	358	867
Duration (Days)	166	243	280	120

### Asset Allocation Summary

	Jun-24	Mar-24	Dec-23	Jun-23
Cash	1.05%	0.48%	4.98%	1.32%
T-Bills	94.84%	95.32%	87.02%	17.81%
PIB's	3.62%	3.56%	7.02%	64.15%
Others	0.18%	0.30%	0.47%	11.23%
CP	-	-	-	-
Sukuks	0.31%	0.34%	0.50%	5.49%

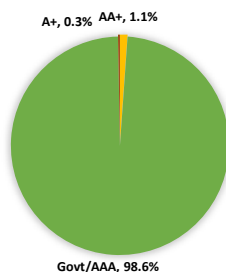
### Fund's Objective

To provide unit-holders competitive returns with medium risk and high liquidity by investing in Government Securities and Debt Instruments.

### 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

### Credit Quality (Jun'24)

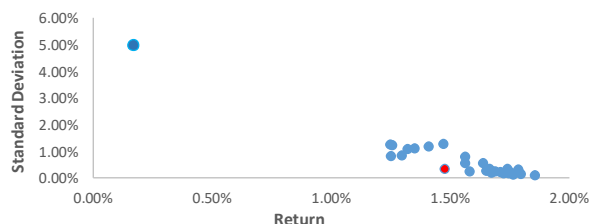


### Return Summary

FY24	ASF	Peer Avg.	Fund SD.	Peer SD.
1Q	5.3%	5.1%	0.11%	0.54%
2Q	5.8%	5.5%	0.61%	0.47%
3Q	4.2%	4.5%	0.26%	0.90%
4Q	5.0%	2.7%	0.07%	1.69%
1 Year	22.0%	19.0%	0.35%	0.4%

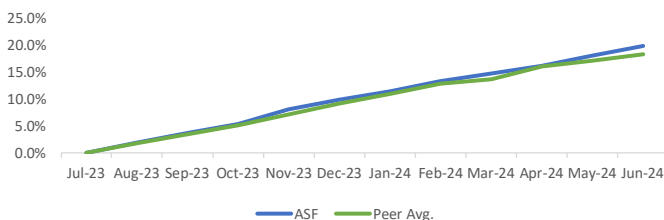
### Risk

#### Return | Standard Deviation Analysis | 01 Year



### Performance

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



### Commentary

Atlas Sovereign Fund ("ASF" or the "Fund") is a medium-risk profile fund. The investment objective of the Fund is to provide unit-holders competitive returns with medium risk and high liquidity by investing in Government Securities and Debt Instruments. The assigned rating reflects the Fund's moderate credit and interest rate risk profile emanating from its investment strategy. The Fund had allocated ~94.84% in T-Bills, ~3.62% in PIBs, ~1.05% in bank deposits, ~0.31% in sukuks whereas ~0.18% was invested in others at end Jun-24. The credit quality of the comprises of ~98.6% invested in Govt Sec/AAA rated avenues, ~1.1% in AA+ and ~0.3% was invested in A+ rated avenues. The WAM of Fund stood at 200 days in the end Jun-24, exposing the Fund to very high credit rate risk. The duration of the Fund stood at 166 days at end Jun-24; exposing the Fund to high interest rate risk. At end Jun-24 the unit holding pattern of the Fund were ~96.43% representing top ten investor concentration; keeping 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 Sovereign Fund
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   <a href="mailto:hassan.ahmad@pacra.com">hassan.ahmad@pacra.com</a>

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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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