



The Pakistan Credit Rating Agency Limited

## STABILITY RATING REPORT

### JS MICROFINANCE SECTOR FUND [CATEGORY: INCOME FUNDS]

Date	Rating Type	Action	Rating	Outlook	Rating Watch
21-Oct-24	Stability Rating	Maintain	AA(f)	Stable	-
05-Apr-24	Stability Rating	Maintain	AA(f)	Stable	-
05-Oct-23	Stability Rating	Maintain	AA(f)	Stable	-
02-Jun-23	Stability Rating	Maintain	AA(f)	Stable	-
02-Dec-22	Stability Rating	Maintain	AA(f)	Stable	-
09-Jun-22	Stability Rating	Maintain	AA(f)	Stable	-



# FUND STABILITY REPORT

Sep'24

## JS Microfinance Sector Fund

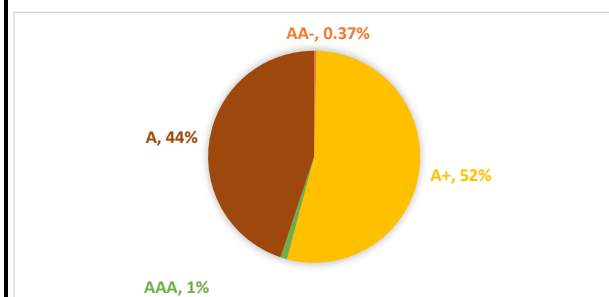
### Fund Facts (Jun'24)

<b>Fund</b>	JS Microfinance Sector Fund
<b>Fund Category</b>	Open end Income Fund
<b>Launch Date</b>	11-May-22
<b>Fund Size</b>	PKR 10,295mln
<b>AMC</b>	JS Investments Limited
<b>AMC Rating</b>	AM2+
<b>Fund Manager</b>	Mr. Safdar Raza
<b>Peer Universe</b>	Income Funds

### Asset Allocation Summary

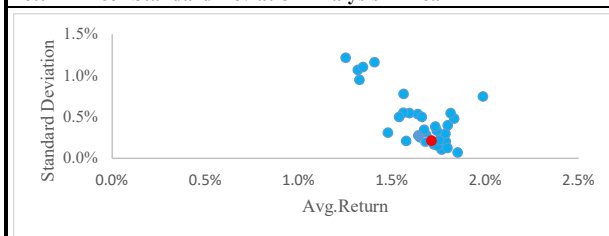
	Jun'24	Mar'24	Dec'23	Jun'23
<b>Cash</b>	73.2%	77.44%	97.30%	89.9%
<b>Others</b>	2.8%	3.39%	1.42%	2.5%
<b>Commercial Papers</b>	-	-	-	-
<b>TFC/Sukuk</b>	1%	1%	1%	-
<b>Placements-Banks/DFI</b>	23.1%	18%	-	7.6%

### Credit Quality (Jun-24)



### Risk

#### Return - Peer Standard Deviation Analysis- 1 Year



### History

	Jun'24	Mar'24	Dec'23	Jun'23
<b>Fund Size (PKR mln)</b>	10,295	6,789	7,789	7,571
<b>Category Size (PKR mln)</b>	322,152	302,129	266,313	166,823
<b>Fund NAV (PKR)</b>	101.6	101.69	101.59	101.1
<b>WAM</b>	55	14	19	2
<b>Duration (Days)</b>	66	19	2	2

### Fund's Objective

The investment objective of JS Microfinance Sector Fund is to provide investors a reasonable rate of return while maintaining high liquidity by investing primarily in the Microfinance sector based on the authorized investments.

### Asset Manager

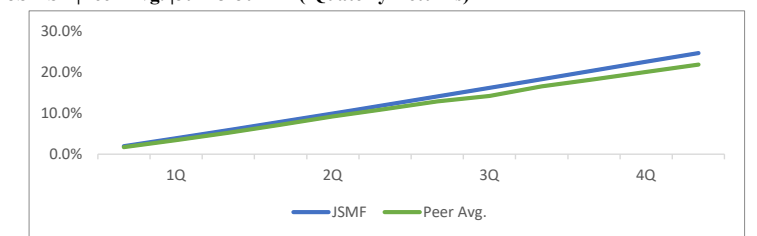
<b>Year of Incorporation</b>	1995
<b>Conventional Funds</b>	10
<b>Shariah-Compliant Funds</b>	6
<b>Pension Schemes</b>	2
<b>CEO</b>	Ms. Iffat Zehra Mankani
<b>CIO</b>	Mr. Syed Hussain Haider
<b>AUMs</b>	PKR 98.6bln

### Return Summary

	JSMF	Peer Avg.	Fund SD	Peer SD
<b>1Q</b>	5.9%	5.2%	0.1%	0.5%
<b>2Q</b>	5.9%	5.5%	0.08%	0.5%
<b>3Q</b>	5.6%	5.0%	0.2%	0.7%
<b>4Q</b>	5.3%	4.6%	0.2%	0.5%
<b>FY24</b>	24.6%	21.9%	0.1%	0.6%

### Performance

#### JSMF |Peer Avg. |Jul'23-Jun'24 ( Quaterly Returns)



### Commentary

JS Microfinance Sector Fund (or the "Fund") is a medium risk profile Fund. The objective of the Fund is to provide income enhancement by investing in prime quality Microfinance sector products, Microfinance bank deposits and short-term Money Market instruments At the end of Jun'24, the Fund had allocated ~73.17% of cash in banks and ~23.07% in Placements in banks and DFI whereas remaining ~2.80% was invested in other avenues. Considerable holding in cash and bank balances strengthens the liquidity profile of the Fund. At the end Jun'24, the WAM of the Fund stood at 55 days and duration was 66 days; limiting the exposure to credit risk and interest rate risk. The top 10 investors concentration of the Fund, at Jun'24 was ~67.74%, exposing that the Fund has high level of redemption pressure.

Going forward, Material changes in the Fund's asset allocation strategy, impacting its credit quality and/or exposure to interest rate risk, would affect the rating.

**Disclosure**

Name of Fund	JS Microfinance Sector 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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