Shariah compliant mutual funds performance report

November 2023

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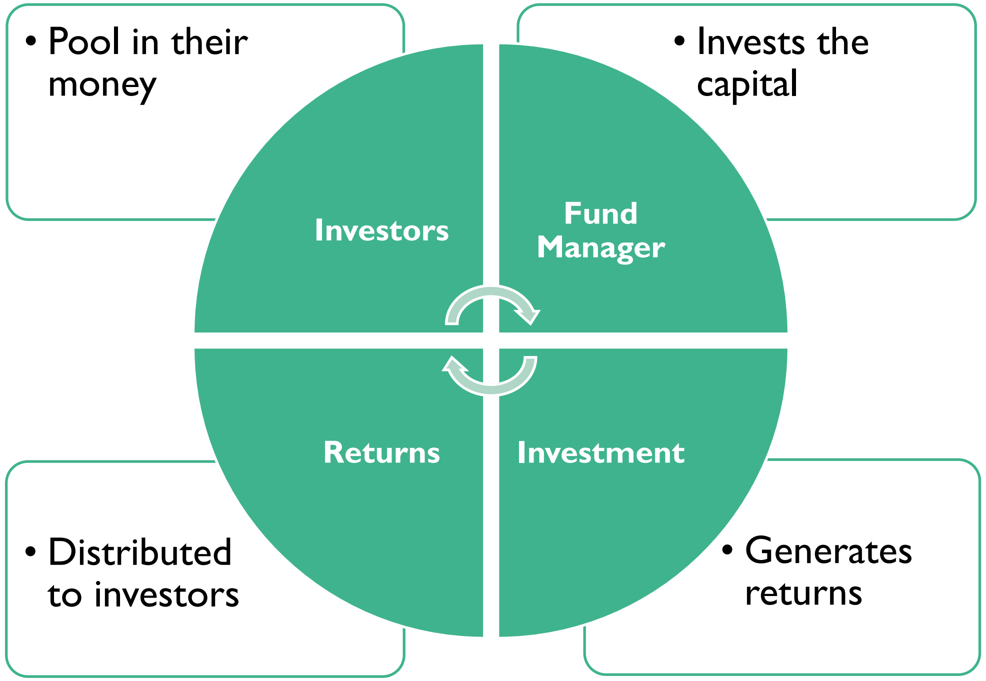
What are mutual funds?

Mutual funds oversimplified:

- A mutual fund is a portfolio consisting of a pool of individual investments by numerous investors sharing a common objective. These investments can range from a few thousand rupees to several millions. The collective money is invested in securities such as stocks, bonds, and short-term debt.



Why investing in mutual funds is an excellent investment choice?

- For investors who lack the necessary expertise to handle their investments independently, mutual funds provide a safe and dependable investment choice. With various risk levels offered by different funds, investors of all kinds can enjoy the advantages. If you are looking for a trustworthy means of generating passive income that offers steady growth and aligns with Shariah principles, Islamic mutual funds are the perfect solution.

Types of Mutual Funds:

Islamic money market funds:

Islamic money market funds are a type of mutual fund that invests in short-term, low-risk shariah compliant securities, such as short term sukuks and Islamic certificates of deposit. These funds are designed to provide investors with a relatively safe and liquid investment option that typically offers higher returns than a regular savings account.

Islamic income funds:

Islamic income funds are investment vehicles that prioritize the generation of a consistent income stream for investors. These funds generally invest in corporate, and government backed sukuks and Islamic commercial papers. The primary objective is to provide investors with a reliable and predictable source of income, making income funds an attractive option for individuals seeking regular payouts and stability in their investment returns.

Islamic equity funds:

Islamic equity funds pool money from investors to buy a diversified portfolio of shariah compliant stocks. Managed by expert fund managers, the goal is long-term growth by tapping into the success of various companies. They can focus on specific sectors or go broad. Investors become partial owners of the companies in the fund. These funds are ideal for individuals with a long-term horizon and seeking high growth potential.

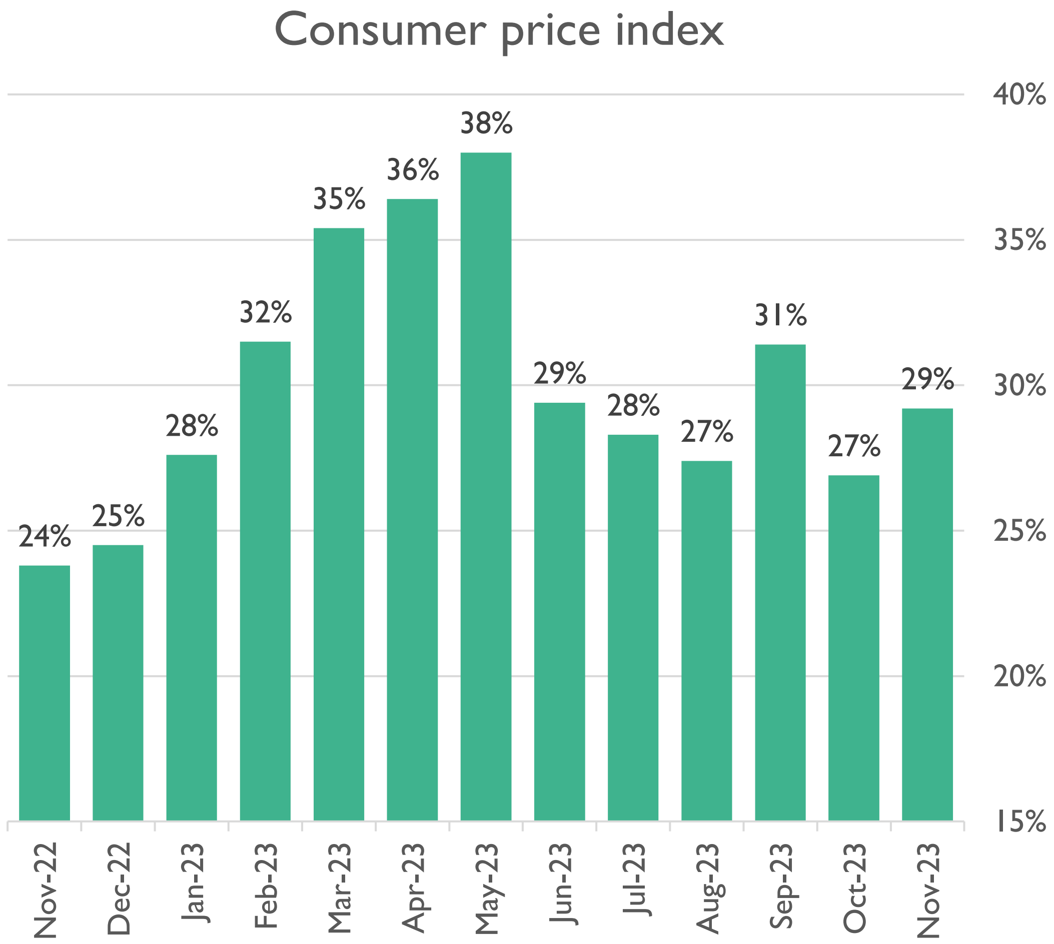
Key highlights:

Summary:

- Based on the fund manager reports and MUFAP data, the Shariah-compliant mutual funds industry increased by 3.92% in November 2023, reaching a total of PKR 938,473 million from PKR 903,109 million.

Market overview:

- In November-23, the KSE-100 and KMI-30 indices increased by 16.59% and 15.27%, respectively. These positive trends were attributed to robust foreign buying in the wake of a successful IMF review, clarity on election schedule strong corporate profitability and attractive valuations.
- CPI-based inflation increased to 29.20% in November compared to 26.90% in the previous month. On MoM basis, it increased to 2.7%.
- Foreign exchange reserves held by State Bank of Pakistan (SBP) declined to USD 7.26bn in Nov-23 vs. USD 7.4bn in Oct-23. Pakistan's trade deficit came down to USD 1.88 bn in Nov-23.



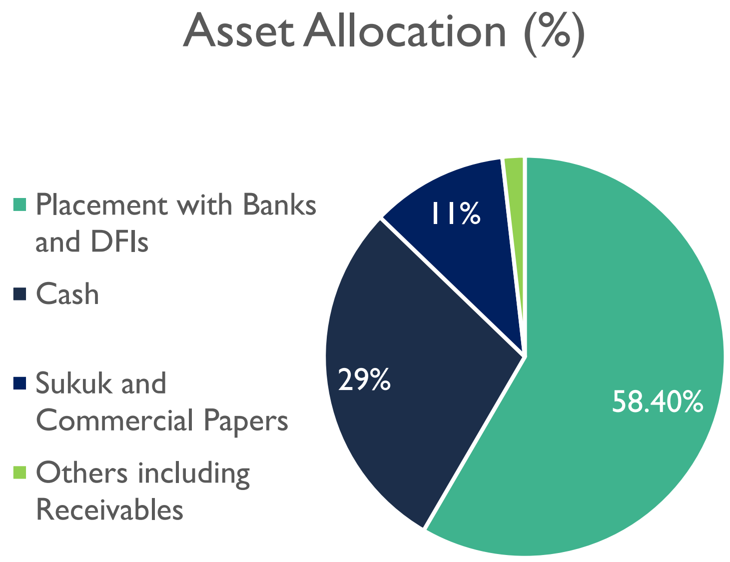
Key highlights:

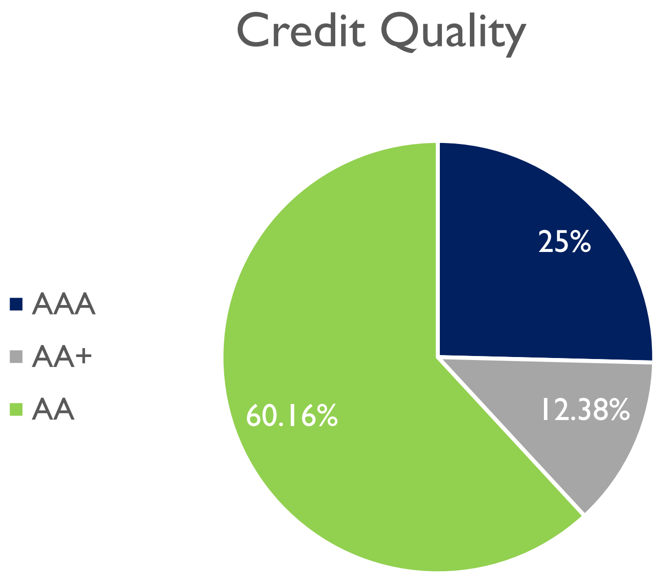
Future outlook:

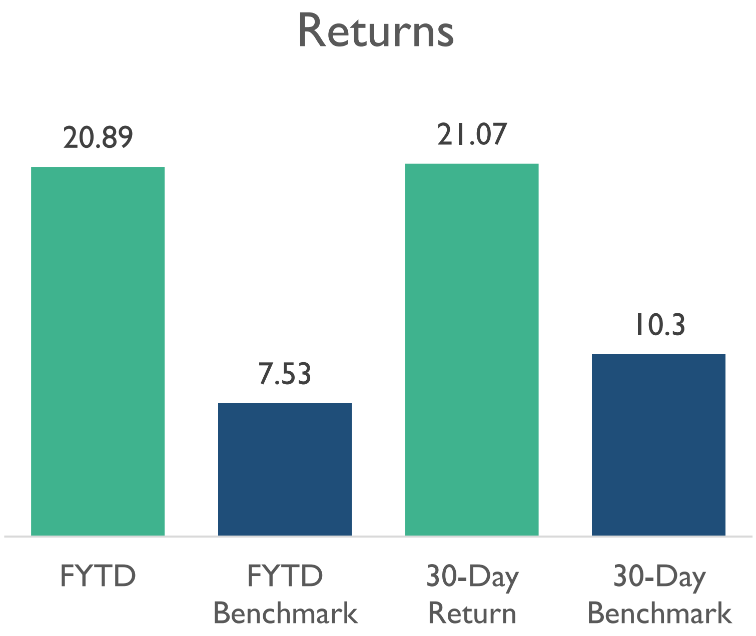
- The favorable outcome of the IMF review has injected optimism into the markets by addressing short-term concerns about the external position. As inflation shows signs of abating, there is an anticipation of a decline in the policy rate, potentially impacting the returns of low-risk money market funds.
- Since June 23, the Pakistan stock market has outperformed all others globally in USD terms, yielding an impressive 47% return till November 23. Despite this bullish trend, the equity market remains an attractive prospect. We firmly believe in its significant potential for investors with a medium to long-term horizon, offering substantial gains.
- With elections on the horizon, a timely and smooth transition could further propel the overall economy.
- For investors with a high risk tolerance seeking growth, we recommend investing in Islamic equity funds. Conversely, for those with low-risk tolerance, our preference remains with low-risk money market and income funds, providing stability in returns and income generation.

Funds in spotlight: Pak Qatar Daily Dividend Plan

- In November 2023, Pak Qatar Daily Dividend Plan, achieved an impressive annualized return of 21.07% over a 30-day period, surpassing its benchmark return of 10.30%.
- The fund has effectively fulfilled its objective of consistently generating reliable returns, primarily by investing low risk and liquid Shariah Compliant instruments.
- The credit quality of the fund's assets is exceptional, with a significant portion invested in AA rated securities.



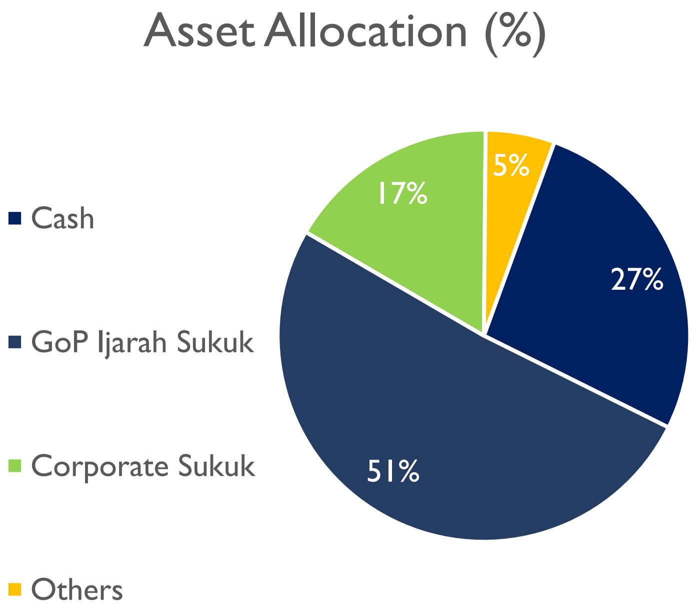


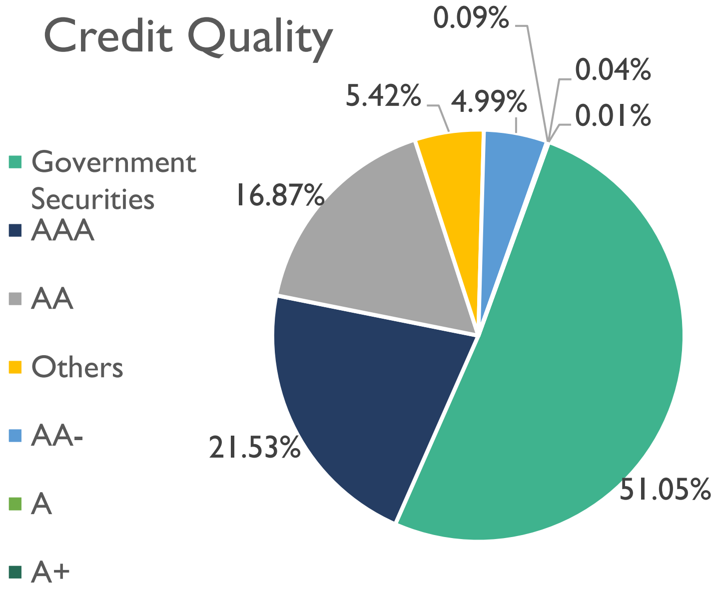


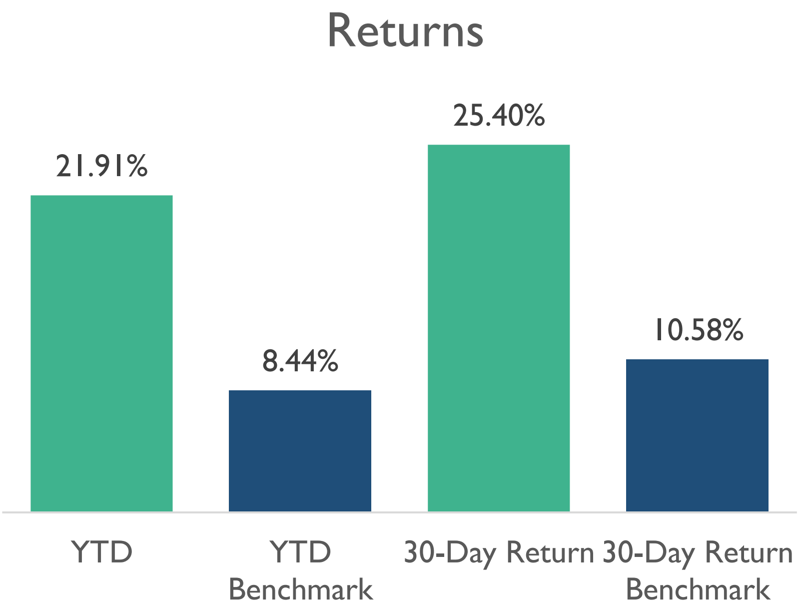
Source: Fund Manager Report

Funds in spotlight: AL Habib Islamic Income Fund

- In November 2023, Al Habib Islamic Income Fund, achieved an impressive 30-day annualized return of 25.40%, outperforming its benchmark of 10.58%.
- The fund effectively grew investor capital by focusing on consistent Halal income generation through investing primarily in government backed securities.



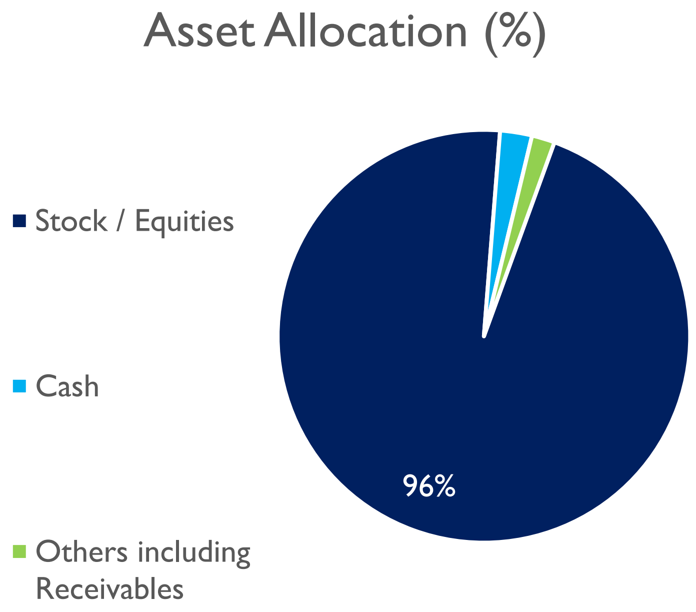


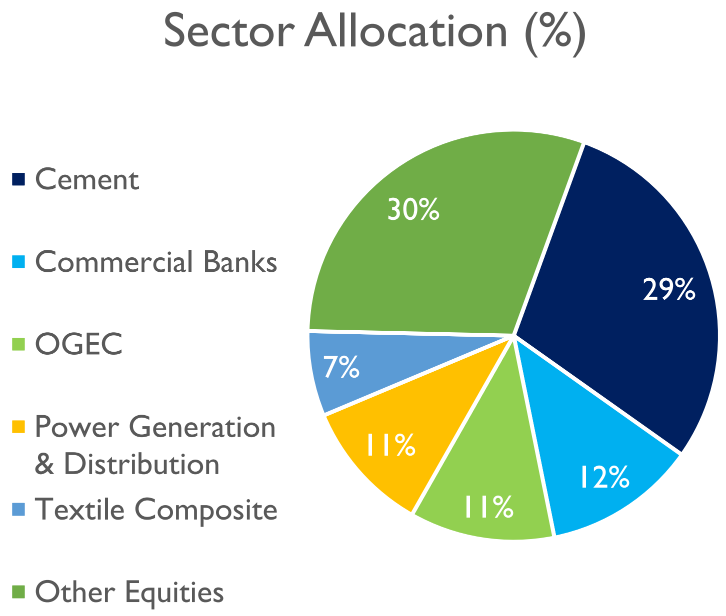


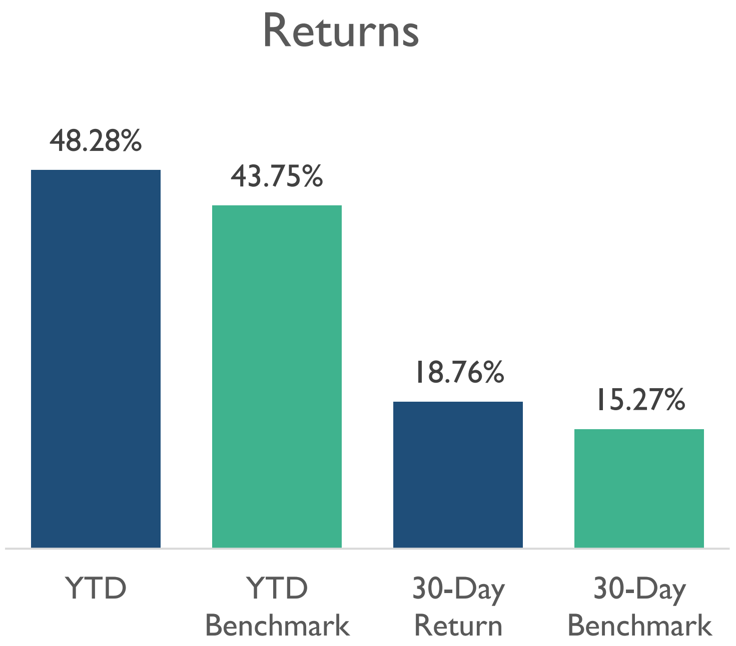
Source: Fund Manager Report

Funds in spotlight: Alhamra Islamic Stock Fund

- In November 2023, Alhamra Islamic Stock Fund achieved an impressive 30-day return of 18.76%, outperforming its benchmark return of 15.27%.
- The fund effectively grew investor capital by focusing on shariah compliant equities. As per the fund manager report, during the month the fund has decreased its holdings in the oil & gas sector whereas exposure in overall equities has also witnessed a decrease.







Source: Fund Manager Report

AUMs of Shariah compliant funds:

ASSET MANAGEMENT COMPANIES	AUM November 2023 (PKR million)	AUM October 2023 (PKR million)	INDUSTRY SHARE %
Al-Meezan Investment Management Ltd	386,551	351,620	41.19%
Faysal Asset Management Ltd	99,296	93,201	10.58%
NBP Fullerton Asset Management Ltd	71,104	70,534	7.58%
HBL Asset Management Ltd	63,875	68,492	6.81%
Alfalah GHP Investment Management Ltd	63,640	63,943	6.78%
UBL Al-Ameen Funds Manager Ltd	59,131	64,096	6.30%
MCB-Arif Habib Savings and Investments Ltd	54,522	52,125	5.81%
AL Habib Asset Management Ltd	50,814	44,243	5.41%
ABL Asset Management Company Ltd	30,013	37,271	3.20%
Pak Qatar Asset Management Limited	16,520	15,264	1.76%
Atlas Asset Management Ltd	14,249	13,290	1.52%
National Investment Trust Ltd	10,460	11,139	1.11%
AWT Investment Management Ltd	7,618	6,595	0.81%
JS Investments Ltd	4,257	4,829	0.45%
Lakson Investments Ltd	2,471	2,487	0.26%
AKD Investment Management Ltd	1,968	2,064	0.21%
786 Investments Ltd	1,288	1,231	0.14%
Pak Oman Asset Management Company Ltd	698	685	0.07%
TOTAL	938,473	903,109	100%

Shariah compliant money market (annualized return)

Fund Name	YTD	November	3-Month	6-Month	1-Year
Pak Qatar Daily Dividend Plan	20.89%	21.07%	20.91%	20.74%	19.96%
Faysal Islamic Cash Fund	21.05%	20.55%	20.85%	21.19%	20.16%
Al Habib Islamic Cash Fund	21.20%	20.51%	21.22%	21.12%	19.75%
Atlas Islamic Money Market Fund	20.89%	20.46%	20.74%	20.91%	19.97%
Alfalah Islamic Rozana Amdani Fund	20.98%	20.44%	20.74%	21.05%	20.03%
Alfalah Islamic Money Market Fund	20.87%	20.41%	20.65%	20.94%	N/A
AKD Islamic Daily Dividend Fund	19.52%	20.34%	19.46%	19.43%	N/A
JS Islamic Daily Dividend Fund	20.81%	20.33%	20.61%	20.87%	19.90%
ABL Islamic Cash Fund	20.79%	20.29%	20.63%	20.78%	19.75%
HBL Islamic Money Market Fund	20.97%	20.26%	20.67%	21.01%	20.07%
Pak Qatar Cash Plan	21.06%	20.22%	21.15%	21.04%	19.99%
NBP Islamic Daily Dividend Fund	20.70%	20.20%	20.49%	20.73%	19.71%
Al Ameen Islamic Cash Plan I	20.97%	20.18%	20.82%	21.03%	19.96%
Meezan Rozana Amdani Fund	20.54%	20.14%	20.43%	20.59%	19.63%
Faysal Halal Amdani Fund	20.72%	20.09%	20.38%	20.82%	19.79%
Lakson Islamic Money Market Fund	20.76%	20.06%	20.38%	20.82%	19.75%
Pak Qatar Asan Munafa Plan	20.30%	19.92%	20.69%	20.25%	19.03%
Alhamra Islamic Money Market Fund	20.78%	19.90%	20.67%	20.81%	19.78%
NIT Islamic Money Market Fund	20.43%	19.89%	20.24%	20.52%	19.57%
Al Ameen Islamic Cash Fund	20.43%	19.89%	20.25%	20.82%	19.57%
Alhamra Cash Management Optimizer	20.52%	19.87%	20.42%	20.56%	N/A
NBP Islamic Money Market Fund	20.33%	19.70%	20.04%	20.44%	19.30%
Meezan Cash Fund	20.03%	19.22%	19.66%	20.14%	19.09%
Pak Oman Daily Dividend Fund	15.50%	14.81%	15.01%	16.15%	16.21%

Shariah compliant income (annualized return)

Fund Name	YTD	November	3-Month	6-Month	1-Year
AL Habib Islamic Income Fund	21.91%	25.40%	23.33%	21.92%	19.60%
AL Habib Islamic Savings Fund	22.34%	24.59%	23.04%	22.28%	19.82%
Alhamra Islamic Income Fund	20.73%	22.78%	21.55%	20.88%	18.93%
Pak Qatar Khalis Bachat Plan	21.27%	22.74%	21.18%	21.53%	19.63%
Pak Qatar Income Plan	22.22%	22.64%	22.40%	22.36%	20.95%
786 Smart Fund	21.88%	22.22%	#N/A	#N/A	18.82%
Al Ameen Islamic Sovereign Fund	20.53%	21.51%	20.59%	20.53%	18.06%
AWT Islamic Income Fund	21.87%	21.34%	21.64%	22.05%	20.90%
Meezan Sovereign Fund	22.68%	21.24%	23.30%	22.73%	20.15%
Alfalah Islamic Sovereign Fund	24.96%	21.10%	N/A	N/A	N/A
NBP Islamic Income Fund	20.69%	21.10%	21.39%	20.76%	18.90%
HBL Islamic Income Fund	22.34%	21.01%	22.79%	22.43%	21.10%
Faysal Islamic Sovereign Fund	23.20%	20.76%	24.01%	23.20%	N/A
Atlas Islamic Income Fund	20.21%	20.54%	19.82%	20.31%	18.87%
Pak Qatar Monthly Income Plan	21.40%	20.40%	21.68%	21.89%	20.18%
Meezan Daily Income Fund(MMPI)	23.64%	20.19%	23.59%	N/A	N/A
ABL Islamic Income Fund	18.88%	20.15%	18.29%	18.91%	16.84%
Meezan Daily Income Fund (MDIP I)	20.76%	20.10%	20.63%	20.80%	19.76%
NIT Islamic Income Fund	19.92%	20.05%	19.66%	20.21%	19.47%
NBP Islamic Mahana Amdani Fund	20.60%	20.00%	20.88%	20.73%	19.00%
JS Islamic Income Fund	19.84%	19.85%	19.93%	20.19%	19.22%

Shariah compliant income (annualized return)

Fund Name	YTD	November	3-Month	6-Month	1-Year
NBP Riba Free Savings Fund	19.90%	19.60%	20.11%	20.00%	18.10%
Al Ameen Islamic Income Fund	19.46%	19.60%	19.20%	17.76%	N/A
Faysal Islamic Savings Growth Fund	18.16%	19.45%	17.43%	18.23%	16.94%
Pak Oman Advantage Islamic Income Fund	20.65%	19.42%	19.93%	22.91%	21.21%
Alfalah GHP Islamic Income Fund	20.76%	19.34%	20.50%	21.22%	19.06%
Meezan Islamic Income Fund	19.57%	19.10%	18.72%	19.85%	18.17%
Alhamra Daily Dividend Fund	19.24%	19.03%	19.41%	19.23%	18.08%
Meezan Daily Income (MSHP)	18.98%	18.87%	19.16%	N/A	N/A
Faysal Islamic Special Income Plan I	20.42%	18.44%	19.65%	20.96%	26.90%
Meezan Daily Income Fund (MMMP)	18.92%	18.33%	18.72%	18.99%	17.77%
NBP Islamic Savings Fund	18.10%	17.80%	18.07%	18.16%	17.20%
AKD Islamic Income Fund	18.92%	10.80%	17.02%	19.21%	19.68%

Shariah compliant equity

Fund Name	YTD	November	3-Month	6-Month	1-Year
Alhamra Islamic Stock Fund	48.28%	18.76%	43.50%	47.14%	42.89%
Alfalah GHP Islamic Stock Fund	47.94%	16.74%	38.20%	47.33%	45.16%
Al Ameen Shariah Stock Fund	43.27%	16.39%	36.03%	43.32%	39.14%
ABL Islamic Stock Fund	42.77%	16.13%	35.91%	42.02%	37.11%
AWT Islamic Stock Fund	41.06%	15.93%	34.14%	39.90%	36.41%
NIT Islamic Equity Fund	43.29%	15.43%	32.31%	42.58%	35.80%
Atlas Islamic Stock Fund	45.71%	15.29%	35.52%	44.85%	38.33%
Meezan Islamic Fund	41.15%	15.20%	33.56%	41.82%	33.29%
Al Ameen Islamic Energy Fund	48.84%	14.98%	34.91%	48.05%	51.74%
Al Meezan Mutual Fund	41.42%	14.84%	32.40%	42.67%	35.80%
NBP Islamic Stock Fund	40.00%	14.40%	30.24%	40.58%	33.60%
AL Habib Islamic Stock Fund	39.16%	14.24%	32.83%	37.59%	34.92%
Meezan Energy Fund	48.05%	14.18%	35.95%	48.46%	44.64%
Faysal Islamic Stock Fund	38.24%	13.65%	33.40%	36.58%	17.96%
Pak Qatar Islamic Stock Fund	39.87%	13.42%	30.32%	39.24%	35.47%
JS Islamic Fund	35.07%	12.91%	28.74%	36.54%	30.30%
AKD Islamic Stock Fund	53.84%	12.42%	34.98%	54.85%	26.28%
NBP Islamic Energy Fund	44.40%	12.10%	28.28%	45.02%	46.70%
HBL Islamic Stock Fund	40.07%	11.84%	33.24%	41.76%	28.61%
HBL Islamic Equity Fund	34.09%	7.38%	29.23%	38.15%	28.81%

Shariah compliant mutual funds performance report

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