ahaana

SEPTEMBER 2025

Fund Manager Report

CIO's Note

Mubashir Zuberi, CFA
Chief Investment Officer

Dear Valued Client,

September 2025 continued to reflect strong positive momentum in Pakistan's economy and capital markets. The rally was supported by improved geopolitical positioning, particularly strengthened ties with the USA and KSA, robust corporate earnings, and meaningful progress in addressing the power sector circular debt.

Headline inflation for September 2025 came in at 5.61% YoY, down from 6.93% YoY in September 2024, reflecting ongoing price stabilization trends. On a month on month basis, CPI rose 2.0%, largely due to a 5.5% increase in food prices following the recent floods, which disrupted supply chains and agricultural output. Despite these pressures, inflation remains contained, with the 1QFY26 average at 4.22%, significantly lower than 9.19% in the same period last year.

Remittances for August 2025 reached US$3.14 billion, up 7% YoY but down 2% MoM due to seasonality, providing strong support to the external account. The current account posted a deficit of US$245 million, largely driven by a widening trade deficit from stronger import activity amid rising domestic demand. Strong remittance inflows continue to ensure that overall external balances remain manageable.

During the month, the State Bank of Pakistan (SBP) maintained the policy rate at 11% during its MPC meeting, reflecting caution amid flood related inflationary pressures and energy price adjustments. The MPC noted that near term macroeconomic risks justify maintaining policy stability. Secondary market yields reflected this environment, moving modestly with 3M yields up 21 bps, 6M yields up 19 bps, and 12M yields up 6 bps.

Significant progress was made on power sector reforms, with the government signing a Rs1.2 trillion agreement with a consortium of 18 banks to partially address the power sector circular debt, which currently stands at Rs1.6 trillion. The ongoing IMF review remains focused on fiscal discipline, power sector reforms, and ensuring zero rebuild of circular debt. Pakistan expects disbursements of US$1 billion as the third tranche of the EFF and US$220 million under the RSF following the review.

Supported by the above macroeconomic and geopolitical factors, and fueled by strong domestic liquidity and institutional participation, the KSE-100 Index crossed another milestone, closing above 165,000 points, up 11.4% MoM, and lifting 9MCY25 gains to 44% from the Dec 2024 closing level.

Both our funds continued to outperform their peers, with the MICF generating 9.76% (annualized) and the MIIETF delivering 14.78% during September 2025, reflecting the strong performance of the underlying markets.

To summarize, September 2025 delivered strong equity market gains, continued macroeconomic stabilization, and contained inflation despite the challenges posed by floods. Looking ahead, FY26 growth and inflation will be closely monitored, with the impact of floods, fiscal measures, and IMF engagement expected to guide market sentiment. The combination of structural reforms, robust domestic liquidity, and investor confidence should continue to support positive momentum across Pakistan's capital markets.

Our Investment Philosophy

At Mahaana, we strive to build a sustainable and rewarding financial future for our clients by leveraging technology to deliver smarter, cost-efficient investing. Our philosophy blends personalization with data driven insights, creating portfolios tailored to each client's goals and risk profile for consistent, risk adjusted returns.

As your digital wealth managers, we act solely as advisors, your funds stay fully under your control, securely held by the CDC.

About Mahaana

Mahaana Wealth is your one-stop digital solution to invest and grow your savings. We act as your digital asset manager, guiding you through every step of your investment journey. By understanding your financial goals, risk tolerance, and preferences, our platform recommends a diversified portfolio tailored to your needs. Using advanced algorithms and AI, it continuously rebalances your portfolio to maintain your ideal asset mix — helping you stay on track toward your financial goals.

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Mahaana is an urdu term for monthly

We believe you should save monthly to secure your financial future

Overview

**Data as of 29th September 2025*

Peer Performance - MICF

Fund	Apr	May	Jun	Jul	Aug
Mahaana Islamic Cash Fund (MICF)	10.1%	10.45%	10.02%	9.8%	9.86%
NBP Islamic Money Market Fund	10.0%	10.4%	9.5%	9.7%	9.3%
Al Ameen Islamic Cash Fund	9.16%	10.61%	9.71%	9.36%	9.52%
Alhamra Islamic Money Market Fund	9.7%	9.42%	9.13%	10.01%	9.48%
Meezan Cash Fund	9.95%	9.91%	9.67%	9.16%	9.05%
Meezan Rozana Amdani Fund	9.59%	9.5%	9.62%	9.02%	8.93%
Faysal Islamic Cash Fund	9.36%	9.12%	9.14%	9.13%	8.89%

MIIETF vs Active Funds*

Fund	MTD	FYTD
KMI-30 Index	15.0%	29.3%
Mahaana Islamic Index ETF	13.7%	27.8%
HBL Islamic Equity Fund	12.7%	23.6%
Meezan Islamic Fund	12.45%	27.1%
Atlas Islamic Stock Fund	12.4%	26.5%
Al Ameen Shariah Stock Fund	11.9%	26.1%
Al Habib Islamic Stock Fund	11.9%	26.0%
NBP Islamic Stock Fund	11.7%	26.1%
Alhamra Islamic Stock Fund	8.1%	21.9%

Mahaana Islamic Cash Fund

Mahaana Islamic Cash Fund (MICF)

MICF is a Shariah-compliant fund that primarily invests in cash and cash equivalents, such as short-term government bonds and money market instruments.

Fund Commentary

The Fund continued to outperform the benchmark and its peers by actively capitalizing on investment opportunities. The fund reduced its WAM in anticipation of changing yield curve

Key Facts

Item	Details
Net Assets	PKR 2500.7mn
Launch Date	March 29, 2023
Fund Type	Open-end
Fund Category	Shariah Compliant Money Market Fund
Investment Objective	Investment objective is to provide competitive returns with maximum possible capital preservation by investing in low risk and liquid Shariah-compliant authorized instruments.
Fund Auditors	BDO Ebrahim & Co.
Benchmark	90% three (3) month PKISRV rates+10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic banks or Islamic Windows of Conventional Banks as selected by MUFAP
Front End Load/Back End Load	NIL
Cut-off timing	Monday-Friday (4:00 p.m)
Pricing Mechanism	Backward
Custodian	Central Depository Company of Pakistan Limited
Shariah Advisors	Al Hilal Shariah Advisors
Fund Stability Rating	AA+
Fund Manager	Mubashir Zuberi, CFA
Management Fee	0.55% per annum
Total Expense Ratio	0.77% (MTD) 0.80% (YTD)
Total Expense Ratio (without Govt. levy)	0.60% (MTD) 0.64% (YTD)
Valuation and Redemption Days	Daily (Monday to Friday) except public holiday
Risk/Risk of Principal Erosion	Low
Weighted Average Time to Maturiy (Days)	49

Performance

As of 30th Sep 2025	MTD	YTD	90 Days	180 Days	1 Year	3 Years	Since Inception *
MICF Return (annualized)	9.76%	9.89%	9.89%	10.26%	11.50%	N/A	20.41%
Benchmark Return (annualized)	9.49%	9.74%	9.75%	10.08%	10.05%	N/A	10.92%
Peer Average (annualized)	9.32%	9.70%	N/A	N/A	N/A	N/A	N/A

** Since Mar 2023 - MICF launch date Returns are computed on the basis of NAV to NAV with dividends reinvested*

Asset Allocation

Type	Sep 25	Aug 25
Bank Deposits	**0.89%**	**2.96%**
GoP Ijarah Sukuks	**10.98%**	**15.40%**
Short Term Sukuk	**18.72%**	**12.66%**
Placements with Banks/ DFI	**0.00%**	**0.00%**
Bai Muajjal	**37.72%**	**36.40%**
Cash	**30.07%**	**31.99%**
Other assets	**1.62%**	**0.59%**

Ratings

Type	Percentage %
AAA	**38.42%**
AA+	**14.85%**
AA	**27.98%**
A1	**18.72%**

Distributions

Payout Date	Payout (Per Unit)	Ex - NAV	Yield
13-Jun-23	2.375	101.5469	2.34%
26-Jun-23	2.290	100.0038	2.29%
12-Dec-23	10.700	100.3250	10.67%
7-Jun-24	5.500	105.0288	5.24%
13-Jun-25	14.250	106.2402	13.41%

Sukuk Holdings

Instrument	Percentage %
Sadaqat Limited STS 1	**3.80%**
Aspin Pharma Pvt Ltd STS 2	**3.08%**
Select Technologies Limited STS 2	**2.06%**
Mughal Industries STS 4	**2.05%**
Masood Spinning Mills Limited STS 1	**2.05%**
Airlink Limited STS 6	**1.96%**
Airlink Limited STS 7	**1.88%**
At Tahur Limited STS 2	**1.84%**

Mahaana Islamic Index ETF

Mahaana Islamic Index ETF

MIIETF is a Shariah-compliant equity index fund that primarily invests in the top 30, free float weighted Islamic stocks that have an annual average turnover of more than PKR 10 million. MIIETF provides investors the long term benefits of equity markets.

Fund Commentary

The Fund continued its investment strategy in line with the MII30. The net assets of the Fund increased by 25% during the month of September.

Key Facts

Item	Details
Net Assets	PKR 640.8 mn
Launch Date	March 11, 2024
Fund Type	Open-end
Fund Category	Shariah Compliant Equity ETF
Investment Objective	Investment objective is to provide competitive equity market returns with maximum coverage of the broader Islamic index at lowest possible cost.
Benchmark	Mahaana Islamic Index
Pricing Mechanism	Backward
Listing	Pakistan Stock Exchange (PSX)
Valuation Days	As per PSX
Subscription | Redemption Days	As per Market hours
Ticker	MIIETF
Front End Load/Back End Load	NIL
Authorized Participant	JS Global Capital Limited | Adam Securities
Management Fee	0.75% per annum
Total Expense Ratio	1.24% (MTD) 1.07% (YTD)
Total Expense Ratio (without govt. levy)	1.02% (MTD) 0.88% (YTD)
Trustee	Central Depository Company Pakistan Limited (CDC)
Risk Profile/Risk of Principal Erosion	High
Fund Auditors	BDO Ebrahim & Co.
Fund Manager	Mahaana Wealth Limited

Performance

As of 30th Sep 2025	MTD	YTD	90 Days	180 Days	1 Year	3 Years	Since Inception *
MIIETF Return	14.78%	31.56%	30.39%	31.54%	92.58%	N/A	115.71%
MII30 Return	15.10%	32.01%	30.78%	33.60%	95.73%	N/A	124.98%
KMI30 Return	15.96%	33.20%	31.75%	33.26%	97.21%	N/A	121.21%

* *Since 11 Mar 2024 - MIIETF launch date. Returns are computed on the basis of NAV to NAV with dividends reinvested*

Asset Allocation

Type	Sep 25	Aug 25
Equity	**98.68%**	**98.87%**
Cash	**1.17%**	**1.03%**
Other Assets	**0.15%**	**0.10%**

Sector Allocation

Sector	Percentage %
OIL & GAS EXPLORATION COMPANIES	**20.94%**
CEMENT	**17.95%**
COMMERCIAL BANKS	**9.60%**
INVESTMENT BANKS/ COMPANIES	**9.31%**
POWER GENERATION & DISTRIBUTION	**9.14%**
OTHERS	**33.05%**

Distributions

Payout Date	Payout (Per Unit)	Ex - NAV	Yield
24-Jun-24	0.500	10.9000	4.59%
19-Jun-25	2.250	12.8400	17.52%

Top Holdings

Instrument	Percentage %
Engro Holdings Limited	**9.31%**
The Hub Power Company Limited	**9.14%**
Lucky Cement Limited	**8.41%**
Meezan Bank Limited	**8.20%**
Mari Energies Limited	**7.60%**
Oil & Gas Development Company Limited	**7.43%**
Pakistan Petroleum Limited	**5.92%**
Systems Limited	**5.86%**
Engro Fertilizers Limited	**5.31%**
Pakistan State Oil Company Limited	**4.04%**

Mahaana IGI Islamic Retirement Fund

Mahaana IGI Islamic Retirement Fund

Mahaana IGI Islamic Retirement Fund (MIIRF) is a Shariah-compliant voluntary pension scheme primarily invests across three sub-funds: Equity, Debt, and Money Market, offering diverse allocation options to suit different risk preferences. It is a long-term investment vehicle for individuals seeking to build wealth for their retirement. Through MIIRF, participants gain exposure to a range of Islamic assets, including equities, sukuks, and money market instruments, providing them with a reliable source of income during retirement.

Key Facts

Item	Details
Launch Date	May 26, 2025
Fund Type	Open Ended Fund
Fund Category	Shariah Compliant Voluntary Pension Scheme
Investment Objective	Investment objective is to provide secure retirement savings and regular income after retirement, by investing in a diversified portfolio of Shariah-compliant assets, with a focus on long-term growth and risk mitigation.
Risk Profile	Investor Dependent
Pricing Mechanism	Daily Forward Pricing
Pricing Days	Monday to Friday
Management Fee	.3% each for MIIRF - DSF & MMSF, and 0.5% for MIIRF-ESF
NAV per unit at launch date	10
Month End Date	30-Sep-25
Trustee	Central Depository Company Pakistan Limited
Auditor	A.F. Ferguson & Co.
Fund Manager	IGI Life Insurance Limited
Weighted Avg. Time to Maturity (Days)	477 (MIIRF-DSF) 124 (MIIRF-MMSF)

Expense Ratio | Government Levy

Item	ESF	DSF	MMSF
Monthly Total Expense Ratio	1.18%	1.00%	1.01%
Monthly Total Expense Ratio *(without govt. levy)*	1.03%	0.89%	0.94%
Yearly Total Expense Ratio	1.45%	0.77%	0.90%
Yearly Total Expense Ratio *(without govt. levy)*	1.26%	0.67%	0.70%

Net Assets Value (PKR '000)

Fund	Sep 25
MIIRF - Total	247.6 mn
MIIRF-ESF	122.3 mn
MIIRF-DSF	64.3 mn
MIIRF-MMSF	61.0 mn

Performance

As of 30th Sep 2025	MTD	YTD	90 Days	180 Days	1 Year	3 Years	Since Inception
MIIRF-MMSF	9.29%	9.61%	9.66%	N/A	N/A	N/A	10.33%
Benchmark	9.49%	9.73%	9.73%	N/A	N/A	N/A	9.88%
Peer average	8.85%	9.22%					
MIIRF-DSF	10.37%	11.32%	11.34%	N/A	N/A	N/A	12.40%
Benchmark	9.90%	9.80%	9.80%	N/A	N/A	N/A	10.01%
Peer average	8.89%	9.16%					
MIIRF-ESF	13.52%	29.22%	28.42%	N/A	N/A	N/A	29.49%
Benchmark	15.96%	33.20%	31.75%	N/A	N/A	N/A	38.69%
Peer average	12.71%	27.61%					

Asset Allocation

MIIRF-ESF	Sep 25
Islamic Equity	81.24%
Islamic Bank Deposits	7.56%
Others	11.20%

MIIRF-DSF	Sep 25
GoP Ijarah Sukuks	29.96%
Islamic Bank Deposits	43.67%
Short Term Sukuk	15.77%
Others	10.59%

MIIRF-MMSF	Sep 25
Islamic Bank Deposits	52.47%
GoP Ijarah Sukuks	38.77%
Others	8.76%

Top Holdings (MIIRF-ESF)

Instrument	Percentage %
Mahaana Islamic Index Exchange Traded Fund	12.0%
Lucky Cement Limited	7.4%
Oil & Gas Development Company Limited	6.2%
Systems Limited	6.2%
Engro Holdings Limited	6.1%
Meezan Bank Limited	5.6%
Pakistan Petroleum Limited	5.1%
Mari Energies Limited	4.9%
The Hub Power Company Limited	4.7%
Pakistan State Oil Company Limited	4.3%

Sector Allocation(MIIRF-ESF)

Sector	Percentage %
OIL & GAS EXPLORATION COMPANIES	16.15%
CEMENT	14.48%
COMMERCIAL BANKS	7.17%
OIL & GAS MARKETING COMPANIES	6.34%
TECHNOLOGY & COMMUNICATION	6.18%
OTHERS	49.68%

Top Holdings (MIIRF-DSF)

Sector	Percentage %
Sadaqat Limited STS 1	7.69%
Airlink Limited STS 7	4.61%
Airlink Limited STS 6	3.14%

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Securities & Exchange Commission of Pakistan (SECP)

CUSTODIANS
Central Depository Company (CDC)

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