

Fund Manager Report

Investment Objective

To provide competitive, risk-adjusted returns to its investors, the portfolio invests in a diversified mix of long-, medium-, and short-term Shariah-compliant debt instruments, taking into account liquidity considerations.

Fund Manager's Comments

During the month, the fund size decreased from PKR 1414.89 million to PKR 807.8 million. The fund achieved a monthly, annualized return of 17.91% for the month ended September 30, 2024, outperforming its benchmark, which returned 10.70% during the same period.

Category of CIS	Risk Profiling	Risk of Principal Erosion
Shariah Compliant Income Scheme	Medium	Principal at Medium Risk

Fund Statistics	
Name of Fund	786 Smart Fund
Type	Open End
Category	Shariah Compliant Income Scheme
Net Assets	PKR 807.8 million
Net Assets Value per unit	PKR 87.773
Wt. average Time to maturity	1.25
Benchmark	Six Month average deposit rates of three (3) A rated schedules islamic banks or Islamic windows of conventional banks as selected by MUFAP
Trustee & Custodian	Digital Custodian Company Limited
Auditor	Reanda Haroon Zakaria & Company
Registrar	M/s F.D. Registrar Services (SMC-Pvt) Limited
Launch Date	19-May-2003
Listing	PSX
Duration	Perpetual
Management Fee	1.50% per annum
Total Expense Ratio*	Ytd 2.16% Mtd 2.17%
Sales Load	1% Front End
Pricing Mechanism	Forward
Leverage	Nil
Risk Profile	Medium
AMC Rating	AM3 (22 Dec 2023)
Stability Rating	AA-(f) by PACRA (18 Oct 2023)
Subscription	PKR. 5,000/-

* This includes Ytd | 0.32% and Mtd | 0.32% representing Government Levy and SECP Fee. (Annualized)

TOP TEN DEBT SECURITIES

INVESTEES COMPANY	Type	% of Total Assets
Mughal Iron & Steel Industries Ltd. (27-12-23)	SUKUK	20.72%
K-Electric Company Ltd. (23-11-22)	SUKUK	12.42%
Dubai Islamic Bank Ltd. (02-12-22)	SUKUK	5.39%
Agha Steel Industries Limited	SUKUK	0.99%
Bankislami Pakistan Limited	SUKUK	0.39%

Asset Allocation (% of Total Assets)		
Assets	Sep-24	Aug-24
TFC / Sukuk	39.91%	53.04%
Bank Balances	58.37%	42.58%
Others	1.72%	4.38%

Asset Allocation (Credit Quality)		
Credit Quality	Sep-24	Aug-24
AAA	0.00%	7.25%
AA	70.76%	58.35%
AA-	20.72%	11.85%
A+	5.43%	17.38%
A	0.39%	0.22%
D	0.99%	0.57%
Unrated	1.71%	4.38%

Fund Returns		
Periods	Returns	Benchmark
September 2024	17.91%	10.70%
FYTD 2025	20.17%	10.82%
Rolling 12 Months September 2024	21.62%	10.91%
FY 2024	22.72%	10.10%
FY 2023	18.84%	6.06%
FY 2022	10.81%	3.34%
FY 2021	5.49%	3.11%
FY 2020	10.90%	6.41%
FY 2019	11.12%	12.93%
FY 2018	11.86%	6.22%
FY 2017	16.32%	5.98%
FY 2016	22.61%	6.50%
last 10 years	14.52%	6.74%

Returns are computed on the basis of NAV to NAV with dividend reinvested

Investment Committee

Tara Uzra Dawood	Chief Executive Officer
Noman Shakir	Chief Financial Officer
Muhammad Abbas	Vice President - Fund Manager
Muhammad Ali	Head of Compliance

Details of Non-Compliant Investment

Name of Investment	Type	Value before Provision	Provision (if any)	Value after Provision	% of Net Assets	% of Gross Assets
Dewan Cement Ltd.	Pre-IPO Investment	12,566,367	12,566,367	-	0.00%	0.00%
New Allied Electronics Industries Ltd.	TFC	32,655,939	32,655,939	-	0.00%	0.00%
New Allied Electronics Industries Ltd.	Sukuk	5,027,500	5,027,500	-	0.00%	0.00%
Eden Housing Ltd.	Sukuk	2,887,171	2,887,171	-	0.00%	0.00%
Amtex Ltd.	Sukuk	22,500,000	22,500,000	-	0.00%	0.00%
Agha Steel Industries Limited	Sukuk	10,200,000	2,040,000	8,160,000	1.01%	0.99%

Registered Address

786 Investments Limited
G3, BRR Tower, Hassan Ali Street, Off I. I. Chundrigar Road, Karachi 74000, Pakistan
UAN: (92 21) 111-DAWOOD (329663) Tel: (92 21) 32603751-54
Email: info@786investments.com
URL: www.786investments.com

Cut-off Timings

Business / Dealing Days	Business Hours	Cut-off Timings
Monday - Friday	09:00 am - 6:00 pm	9:00 am - 4:00 pm

Other Information

The calculation of performance does not include the cost of a front-end load. 786SF has provided annualize return 20.96% due to agreement executed between the Management Company and Dewan Cement Ltd. for recovery of fully The scheme holds certain non-compliant investments. Before making any investment decision, investors are advised to review the latest Monthly Fund Manager Report and Financial Statements

Dispute Resolution/Complaints Handling:

Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available to provide assistance. Call at 92-21 111 329 663 , Email at info@786investments.com or submit our website <https://www.786investments.com/investor-complaints/>. In case your complaint has not been redressed by us, you may lodge your complaint with SECP at the link <https://sdms.secp.gov.pk/>. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.

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