



INVESTMENT FACT SHEET

FOR THE MONTH OF APRIL 2022

GOVERNING COMMITTEES



BOARD FINANCE & INVESTMENT COMMITTEE

- **SHAHID GHAFAR**
(CHAIRMAN)
- **RAFIUDDIN ZAKIR MAHMOOD**
(MEMBER)
- **OMER FAROOQ**
(MEMBER/SECRETARY)
- **JAVED AHMED**
(MEMBER/CEO)
- **JOHN JOSEPH METCALF**
(MEMBER)
- **SHAN RABBANI**
(MEMBER)

INVESTMENT MANAGEMENT COMMITTEE

- **JAVED AHMED**
(CHAIRMAN/CEO)
- **ZAHID BARKI**
(MEMBER)
- **SHAN RABBANI**
(MEMBER)
- **DILEEP KUMAR MAHESHWARI**
(MEMBER/SECRETARY)
- **OMER FAROOQ**
(MEMBER)
- **FARHAN AKHTAR FARIDI**
(MEMBER)
- **ASIF MOBIN**
(MEMBER)

EXTERNAL AUDITORS

- **A.F FERGUSON & CO PVT LTD**

APPOINTED ACTUARY

- **NAUMAN CHEEMA, NAUMAN ASSOCIATES, LAHORE**

KEY HIGHLIGHTS



Dear Participants,

April'22 was another volatile month for the Pakistan economy where a mix of events occurred that kept market participants on their toes. Key developments during the month were as follows:

- **Success of the No-Confidence Vote which ousted the PTI-led government in favor of a PML-N government**
- **Increase in benchmark policy rate of 250 bps to 12.25%**
- **Increase in Current Account Deficit of ~100% on a monthly basis**
- **Inflation levels recorded at a 27-month high**

The outgoing month of April'22 witnessed the no-confidence vote finally following through which led to some respite in the uncertain market sentiments and reflected positivity on the bourse. However, economic conditions continued to weaken. Current account deficit doubled from last month on account of a higher trade deficit, and foreign exchange reserves remained under pressure. It is pertinent to mention that exports clocked-in at the highest ever level of \$3 Bn. Inflation continued to increase during the month, led by a surge in both perishable and non-perishable food items, owing to the Ramadan effect. Due to these elevated price levels, coupled with persistently high commodity prices, the MPC acted in response and raised policy rate by an unexpected 250 bps in an emergency meeting. Moreover, the committee highlighted increased risk and uncertainty on the inflation front and revised its forecasts upwards to slightly above 11% in FY22 before moderating in FY23.

The new government led by Shahbaz Sharif, decided to keep petroleum prices unchanged during the month, leading to ballooning of the price differential claim. Since global oil prices remained under pressure, the decision not to withdraw petroleum and electricity subsidies weakened the fiscal account position of the country. This led to increased fear among market participants, which was displayed by an overall flattish MoM return of 0.7%.

ECONOMY UPDATE

MACROECONOMIC INDICATORS

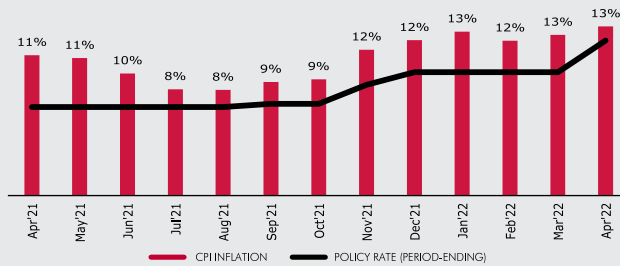
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	YTD
Trade Deficit (USD mn)	Mar'22	(3,172)	(2,255)	(30,097)
Remittances (USD mn)	Mar'22	2,810	2,190	22,952
Current A/C (USD mn)	Mar'22	(1,028)	(519)	(13,169)
FDI (USD mn)	Mar'22	(30)	91	1,286
Tax Collection** (PKR bn)	Apr'22	480	443	4,858
M2 Growth				3.47%

Source SBP, PBS

* latest monthly figures **provisional figures

The country's trade deficit clocked in at USD 3,172 mn (+40.67% MoM) for Mar'22 led by an increase of 21.41% in imports while exports and remittances increased by 6.40% and 28.30%, respectively. This led to the current account deficit clocking-in at USD 1,028 mn. Lastly, FBR's net revenue collection failed to meet its target for Apr'22 of PKR 485 bn and stood at PKR 480 bn.

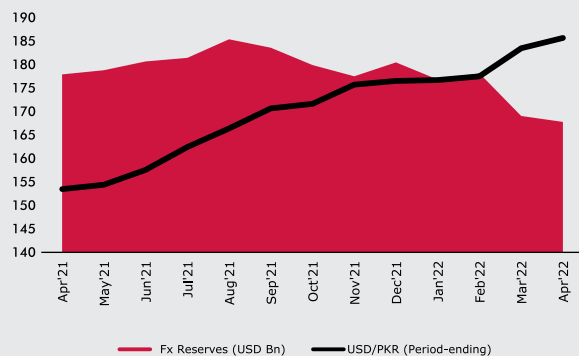
INFLATION



Source: ZAKHEERA

The National CPI docked in at 13.37% for the month of Apr'22. The most noteworthy increase this month was witnessed in Perishable Food Items (+29.57% YoY) followed by Transport Index (+28.34% YoY).

USD/PKR PARITY VS FX RESERVES



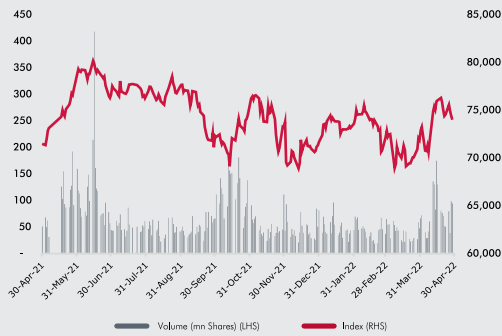
Source: ZAKHEERA

FX reserves during the month fell by USD 0.76 bn to stand at USD 16.67 bn, while PKR depreciated by 1.20% against USD and stood at 185.69 at monthend.

CAPITAL MARKETS UPDATE

EQUITY MARKET

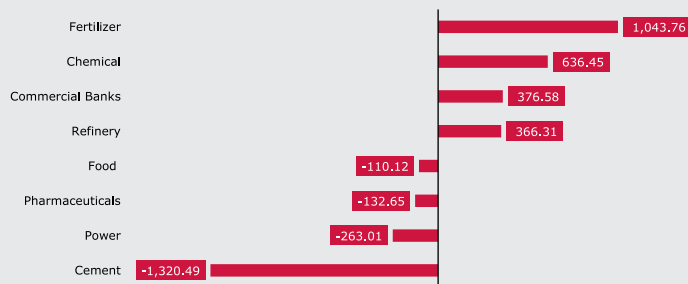
KMI -30 ONE YEAR PERFORMANCE



Source: PSX

Bulls dominated the index during the outgoing month and KMI-30 returned 1,097 points (+1.50% MoM). Average traded volume and value of the KMI-All Share Index increased by 68.63% and 45.45% MoM to stand at 189 mn shares and PKR 5,890 mn, respectively.

SECTOR WISE TOP CONTRIBUTORS



Source: ZAKHEERA

The sectors hauling the index downwards included Cement (-1320.49 points), Power (-263.01 points), Pharmaceuticals (-132.65 points) and Food (-110.12 points) while Refinery (+366.31 points), Commercial Banks (376.58 points), Chemicals (+636.45 points), and Fertilizer (+1043.76 points) contributed positively for the month of April-22.

SECONDARY MARKET PKISRV

INSTRUMENT	APR-22	MAR-22	CHANGE
GOPIS 30-04-2025	96.61	96.19	0.42
GOPIS 29-05-2025	99.82	100.15	(0.33)
GOPIS 24-06-2025	99.81	100.05	(0.24)
GOPISV-29-07-2025	99.44	99.89	(0.45)
GOPISF-29-07-2025	94.29	95.64	(1.35)
GOPISV-09-12-2025	99.51	100.12	(0.61)
GOPISF-20-01-2026	94.16	96.89	(2.73)
GOPISV-06-10-2026	99.83	99.80	0.03
GOPISF-06-10-2026	94.33	97.88	(3.55)
GOPISV-29-10-2026	99.78	99.93	(0.15)
GOPISF-15-12-2026	99.46	100.47	(1.01)
GOPISF-27-04-2027	99.98	n/a	n/a
GOPISV-27-04-2027	99.93	n/a	n/a

Source: MUFAP

The SBP held an emergency monetary policy meeting in April22 and raised policy rate by 250 basis points (bps) to 12.25%. The Monetary Policy Committee was of the view that due to surge in commodity prices the outlook for inflation and external position has deteriorated. Thus a strong and proactive policy response was required to safeguard external account and price stability.

INTEREST RATE

INSTRUMENT	APRIL 22	MARCH 22
Kibor-3 Month	14.65%	11.95%
Kibor-6 Month	14.83%	12.52%
Kibor-12 Month	15.13%	12.84%

Source: SBP

Variable rate rental GOP Ijara witnessed massive participation of PKR 158 bn against the target of PKR 75bn. Of these, bids of PKR 119 bn were accepted at cut-off spread of 0 bps. On the other hand, against the target of PKR 25bn, participation of PKR 43bn was received in fixed rate rental GOP Ijara. Adhering the target, Ministry of Finance accepted bids of PKR 18bn at cut-off spread of 12.4900% (+115bps).

STRATEGY & OUTLOOK



EQUITY MARKET:

We are upbeat on the equities on medium to long term basis as Pakistan is trading at an attractive P/E of ~4.7x, compared to an average P/E 8x in last 20 years. Furthermore, on a regional and peer basis, Pakistan Market discount remains at a healthy discount of 64% to MSCI EM and MSCI FM Indices. These unwarranted valuations are expected to garner investor interest and provides a solid foundation for broad-based rally. Key triggers for the market in 2022 are:

- Proactive monetary and fiscal policy adjustments
- Favorable movement in commodity cycle
- Low P/E & double-digit Earnings Growth
- Resolution of Circular debt.

However, in near term, unrest in domestic politics and prolong tension on geopolitical front are expected to drive market sentiments.

DEBT MARKET:

The developing Russia-Ukraine conflict has created uncertainty about the future path of the interest rates as commodity prices witnessed a sharp increase. Being the net oil importer, Pakistan's external indicators are expected to worsen and therefore some monetary tightening should not be ruled out. In such an environment, fixed rate rental GOP Ijara is expected to entice interest of financial market participants due to its attractive pricing.

FUND WISE STRATEGY

- **Managed Takaful Fund:** With the exposure of 12% in equities, Managed Takaful Fund is ready to benefit from positive rally in the equities. For Fixed Income, an allocation of 75% comprising of fixed rate rental and variable rental GOP Ijara will allow its participants to earn a sustainable return over medium to long term.
- **Capital Growth Takaful Fund:** The participants of Capital Growth Takaful Fund are expected to earn a decent risk adjusted returns from its equity exposure of 67% in a combination of value and growth stocks.
- **Takaful Income Fund:** With major exposure in variable rate rental GOP Ijara Sukuk, Takaful Income Fund is well poised to benefit from movement in interest rates to earn a sustainable return over the medium term.
- **Takaful Balance Fund:** The participants of Takaful Balance Fund are expected to earn a decent risk adjusted return over the medium term as the fund plans to gradually build exposure in equities.

MANAGED TAKAFUL FUND

FUND OBJECTIVE

To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in a Balanced Portfolio comprising of Shariah compliant equities, equity mutual funds, Sukuks (Government and Corporate), deposits with Islamic Banks and Windows or any other approved Shariah compliant avenues.

The Fund was launched on July 7, 2015.

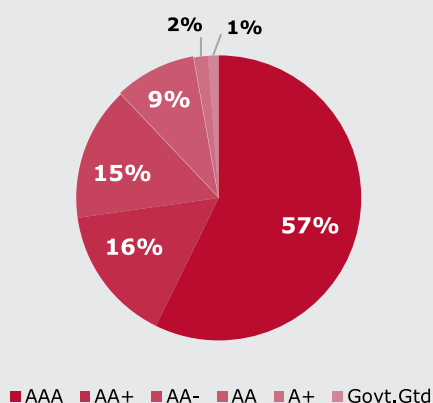
FUND MANAGER'S COMMENTS

During the month of April 2022 Managed Takaful Fund's (MTF) Unit Price increased by PKR 3.24 (0.45%). The fund's allocation to government securities stands at 39.18% at month end against 33.75% last month while allocation to equities is at 11.55% versus 14.7% last month. Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 28.6% followed by Pharmaceuticals, Commercial Banks and Cement with a sector allocation of 13.03%, 11.83% and 11.34% respectively.

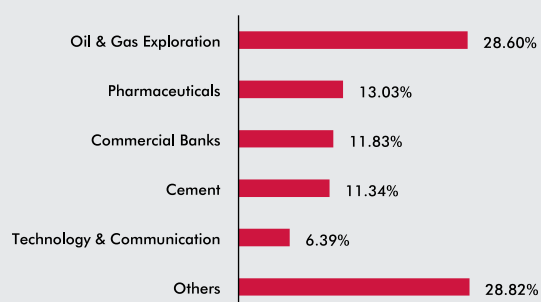
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Managed Fund
Fund Size	PKR 13,120 Million
Launch Date	07.07.2015
Bid Price (07.07.2015)	PKR 500.00
Bid Price (30.04.2022)	PKR 731.32
Category	Shariah Compliant Balanced Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Moderate
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	0.45%
3 months	0.86%
12 months	3.71%
Calendar YTD (annualized)	4.91%
Since Inception (annualized)	5.79%
5 Years (annualized)	2.96%

ASSET ALLOCATION

ASSETS	APRIL-22	MARCH-22
Government Securities	39.18%	33.75%
Sukuks	6.47%	6.51%
Cash and Short Term Deposits	30.17%	32.31%
Equities	11.55%	14.70%
Mutual Funds	12.63%	12.73%

CAPITAL GROWTH TAKAFUL FUND

FUND OBJECTIVE

To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in an Aggressive Portfolio primarily comprising of Shariah compliant equities and equity mutual funds with any excess liquidity being invested in Sukuks (Government and Corporate) or deposits with Islamic Banks and Islamic Windows of Conventional Banks.

The Fund was launched on July 7, 2015.

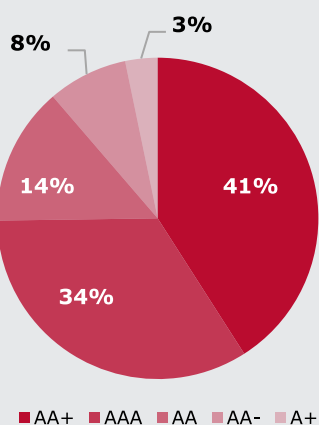
FUND MANAGER'S COMMENTS

During the month of April 2022 Capital Growth Takaful Fund's (CGTF) Unit Price decreased by PKR 7.47 (-1.15%). The fund's allocation to equities stands at 66.66% at month end against 66.85% last month while allocation to government securities is at 6.89% versus 6.8% last month. Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 22.47% followed by Cement, Pharmaceuticals and Commercial Banks with a sector allocation of 16.87%, 10.73% and 6.36% respectively.

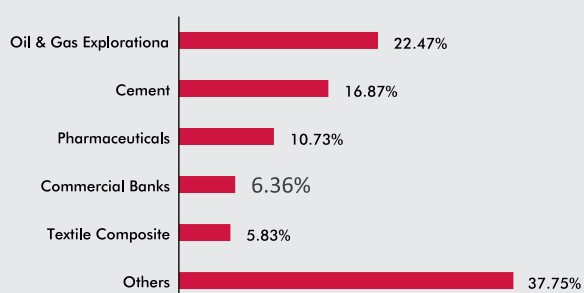
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Capital Growth Fund
Fund Size	PKR 11,974 Million
Launch Date	07.07.2015
Bid Price (07.07.2015)	PKR 500.00
Bid Price (30.04.2022)	PKR 643.14
Category	Shariah Compliant Balanced Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	- 1.15%
3 months	- 2.67%
12 months	- 3.73%
Calendar YTD (annualized)	- 5.36%
Since Inception (annualized)	3.79%
5 Years (annualized)	- 1.94%

ASSET ALLOCATION

ASSETS	APRIL-22	MARCH-22
Government Securities	6.89%	6.80%
Sukuks	4.84%	4.85%
Cash and Short Term Deposits	12.68%	11.80%
Equities	66.66%	66.85%
Mutual Funds	8.93%	9.69%

TAKAFUL INCOME FUND

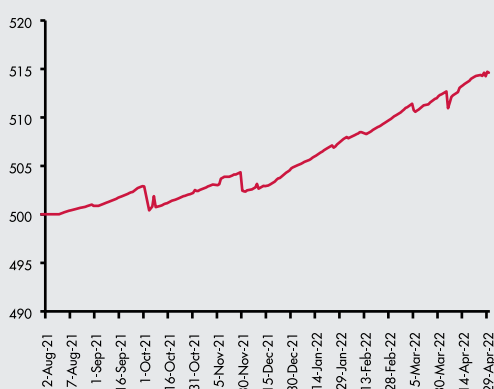
FUND OBJECTIVE

The investment objective of the fund is to provide sustainable returns to its participants over medium to long-term by investing in a diversified portfolio of securities consisting of different Shariah compliant money market and debt instruments.

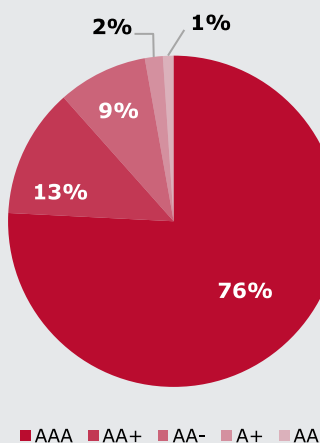
FUND MANAGER'S COMMENTS

During the month of April 2022 Takaful Income Fund's (TIF) Unit Price increased by PKR 2.32 (0.45%). The fund's allocation to government securities stands at 55.85% at month end against 57.46% last month while allocation to cash and short term deposits is at 41.19% versus 39.44% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Takaful Income Fund
Fund Size	PKR 353 Million
Launch Date	01.08.2021
Bid Price (01.08.2021)	PKR 500.00
Bid Price (30.04.2022)	PKR 514.61
Category	Shariah Compliant Balanced Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	0.45%
3 months	1.35%
12 months	N/A
Calendar YTD (annualized)	6.00%
Since Inception (annualized)	3.94%
5 Years (annualized)	N/A
10 Years (annualized)	N/A

ASSET ALLOCATION

ASSETS	APRIL-22	MARCH-22
Government Securities	55.85%	57.46%
Term Finance Securities	2.96%	3.11%
Cash and Short Term Deposits	41.19%	39.44%

TAKAFUL BALANCE FUND

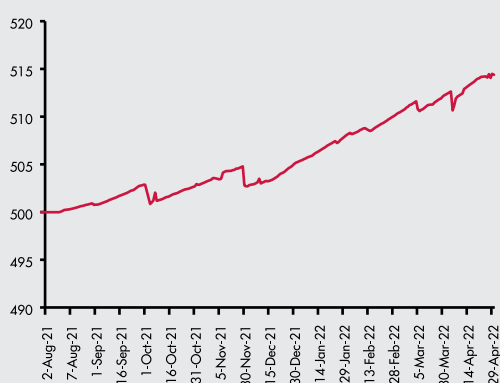
FUND OBJECTIVE

The investment objective of the fund is to earn competitive long-term risk adjusted return through capital appreciation, dividend and profit income by investing in Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by regulations.

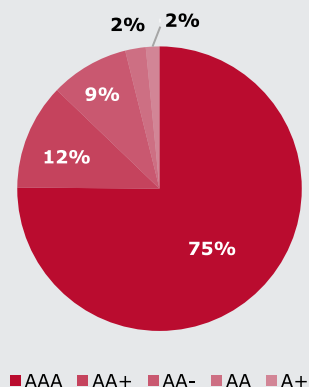
FUND MANAGER'S COMMENTS

During the month of April 2022 Takaful Balance Fund's (TBF) Unit Price increased by PKR 2.13 (0.42%). The fund's allocation to government securities stands at 57.49% at month end against 56.09% last month while allocation to cash and short term deposits is at 39.79% versus 41.05% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Takaful Balance Fund
Fund Size	PKR 307 Million
Launch Date	01.08.2021
Bid Price (01.08.2021)	PKR 500.00
Bid Price (30.04.2022)	PKR 514.39
Category	Shariah Compliant Balanced Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Moderate
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	0.42%
3 months	1.24%
12 months	N/A
Calendar YTD (annualized)	5.66%
Since Inception (annualized)	3.88%
5 Years (annualized)	N/A
10 Years (annualized)	N/A

ASSET ALLOCATION

ASSETS	APRIL-22	MARCH-22
Government Securities	57.49%	56.09%
Term Finance Securities	2.72%	2.87%
Cash and Short Term Deposits	39.79%	41.05%

JUBILEEFAMILYTAKAFUL.COM

Jubilee Life Insurance Company Limited

Window Takaful Operations

74/1-A, Lalazar, M.T. Khan Road,
Karachi - 74000, Pakistan

Phone: (021) 32120201, 35205094

Fax: (021) 35610959

UAN: (021) 111-111-554

SMS: Your Query to 8554

E-mail: info@jubileelife.com,
complaints@jubileelife.com

Website: www.jubileefamilytakaful.com