



INVESTMENT FACT SHEET
FOR THE MONTH OF OCTOBER 2024

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 Policyholders,

In October 2024, the PSX achieved notable progress as the benchmark KSE-100 index hit a historic high of 91,358 points intraday before closing at 88,967 points for the month, recording a M/M gain of 7,853 points. This impressive surge was driven by several positive developments, including a steep decline in the headline inflation in Sep'24 which reinforced the expectation of a significant rate cut in the upcoming monetary policy, a budget surplus of PKR 1.7trn in 1QFY25, higher remittances inflow led to second consecutive CA surplus, robust financial result of companies, and re-rating of multiples in the E&P sector on account of improved recovery in receivables.

On the economic front, Pakistan's CPI inflation for Oct'24 arrived at 7.17% Y/Y, compared to 6.93% a month earlier. The CAB recorded a surplus of USD 119mn in Sep'24, a 3.1x increase M/M. The trade deficit for Sep'24 was recorded at USD 2.05bn, a decline of 8% from last month. Further, the country's FX reserves rose to USD 16.05bn, with SBP reserves standing at USD 11.16bn, with import cover improved to over 2.4x. Cumulatively, the price of petrol increased by PKR 1.35/ltr during the month, reaching PKR 248.38/ltr, meanwhile HSD prices increased by PKR 8.85/ltr to PKR 255.14/ltr. Lastly, PKR remained largely stable against the green bag in the market, closing at PKR 277.85/USD.

The major numbers during the month:

- **Current account surplus clocked in at USD 119mn in Sep'24.**
- **CPI inflation in Oct'24 stood at 7.17% Y/Y, compared to 6.93% in Sep'24.**
- **PKR remained stable against USD closing at PKR 277.85/ USD.**
- **As of 31st Oct 2024, Brent stood at USD 72.81/bbl mark. While Coal reached USD 110.40/mt.**

The LSMI output for Aug'24 decreased by 2.65% Y/Y. The main contributors toward overall decline are Food (0.32), Tobacco (0.39), Textile (0.63), Garments (2.15), Petroleum Products (0.51), Automobiles (0.39), Pharmaceuticals (-0.10), Cement (-1.02), Iron & Steel Products (-0.71), Electrical Equipment (-0.63) and Furniture (-1.85).

Cement dispatches recorded 8.74% Y/Y increase in Oct'24, with total dispatches at 4.357MT compared to 4.006MT in Oct'23. The sale of petroleum products witnessed a jump of 17% M/M to clock at 1.49MT in Oct'24. Moreover, the country's auto sales for Sep'24 recorded 10,297 units, a modest growth of 18% compared to the previous month.

ECONOMY UPDATE

MACROECONOMIC INDICATORS

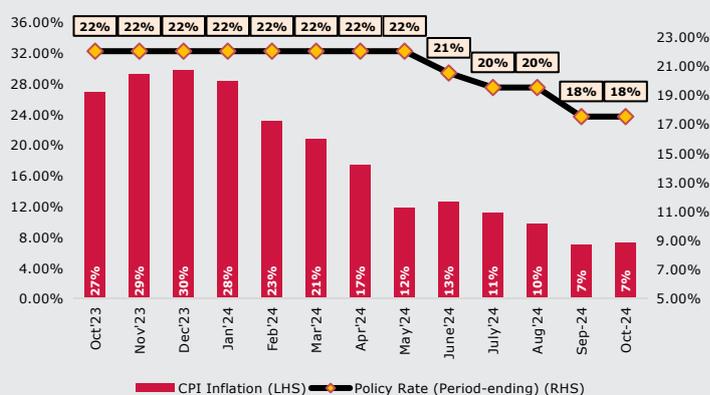
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	FYTD
Trade Deficit (USD mn)	Aug	(2,046)	(2,232)	(6,723)
Remittances (USD mn)	Aug	2,849	2,943	8,787
Current A/C Balance (USD mn)	Aug	119	29	(98)
FDI (USD mn)	Aug	385	250	771
Tax Collection* (PKR bn)	Sep	877	996	3,329
M2 Growth	Sep			-1.94%

Source SBP, FBR

* Provisional figures

In Sep'24, trade deficit narrowed to USD 2,046mn compared to USD 2,232mn during previous month, a decrease of 8% M/M. Cumulatively, the trade deficit for 1QFY25 clocked at USD 6.72bn compared to USD 5.34bn, showing an expansion of 24% Y/Y. In Oct'24, FBR collected PKR 877 billion in taxes, falling short of the month's target by PKR 103 billion. During 4MFY25, FBR collected PKR 3.44 trillion against the target of PKR 3.63 trillion, falling short by PKR 190 billion.

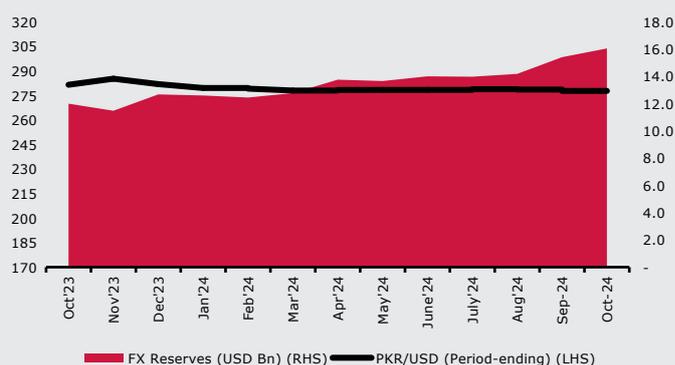
INFLATION



Source: PBS

The national CPI during the month of Oct'24 stood at 7.17% Y/Y compared to 6.93% Y/Y in the previous month. On a M/M basis, CPI inflation increased by 1.1% in Oct'24 compared to a decrease of 0.5% in the previous month. To note, RIR still stands at a significant 10.33%.

PKR/USD PARITY VS FX RESERVES



Source: SBP

As of 25th Oct 2024, Net reserves with SBP stood at USD 11.16bn, while commercial banks reserves held USD 4.89bn, bringing the total reserves to USD 16.05bn. During the same period, PKR remained stable against the US Dollar, maintaining a rate of PKR 277.85/USD.

CAPITAL MARKETS UPDATE

EQUITY MARKET

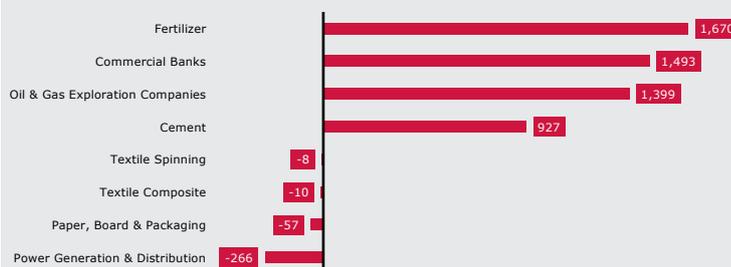
KSE-100 ONE YEAR PERFORMANCE



Source: PSX

In Oct'24, KSE-100 index continued its upward trend, hitting an all-time high of 90,864. This remarkable performance translated to a monthly gain of 9.68%, adding 7,853 points to close at 88,967. Trading activity was on the rise with an average volume of 519mn shares (down by 1.60% M/M), while the average traded value at PKR 25.42bn (up by 58.13% M/M). Investor confidence received a notable boost from the following developments: 1) the expectation of a significant cut in the upcoming policy rate due to a steep decline in inflation 2) robust quarterly results by the companies; 3) a current account surplus of 119mn in Sep'24 and 4) the agreement of Saudi Arabia to further invest USD 600mn in Pakistan.

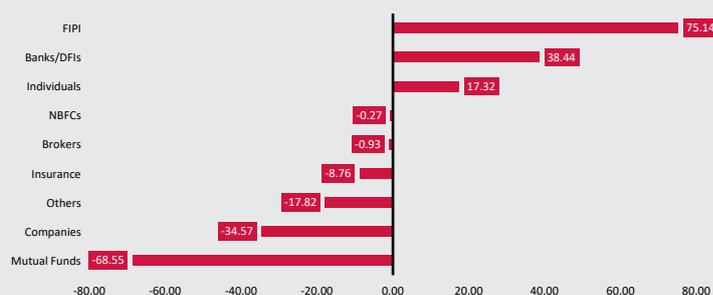
SECTOR WISE TOP CONTRIBUTORS



Source: PSX

The major sectors driving the robust performance of equity benchmark during the month were Fertilizer (+1,670 points), Commercial Banks (+1,493 points), Oil & Gas Exploration (+1,399 points), and Cement (+927 points). On the other hand, sectors that contributed negatively to market performance are Power Generation & Distribution (-266 points), Paper, Board and Packaging (-57 points) and Textile Composite (-10 points).

FIPI LIPI



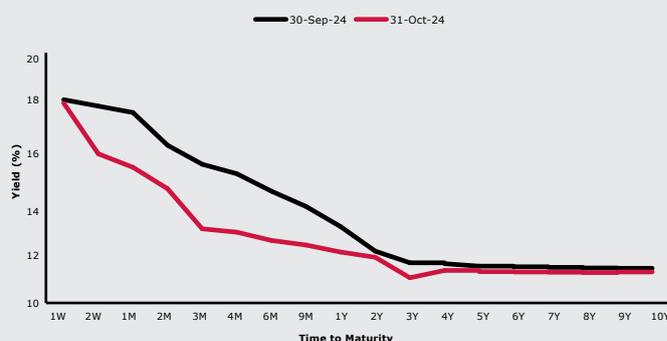
Foreigners were net sellers of USD 75.1mn with major outflows recorded in FMCG (USD 17.9mn), E&Ps (USD 14.8mn), Power (USD 13.9mn), Banks (USD 12mn) and Miscellaneous (USD 11.3mn). On the other hand, the inflow was recorded in Technology (USD 8.9mn) and Cement (USD 0.74mn).

On the domestic front, Mutual Funds (USD 68.6mn), Companies (USD 34.6mn), Others (USD 17.8mn), and Insurance (USD 8.8mn) were the major net buyers. While net selling was noted by Banks/DFIs (USD 38.4mn) and Individuals (USD 17.3mn).

CAPITAL MARKETS UPDATE

DEBT MARKET

YIELD CURVE



Source: MUFAP

Secondary market yields for 3, 6 and 12-months T-bills closed at 13.41% (-211 bps MoM), 13.03% (-161 bps MoM) and 12.65% (-83 bps MoM) respectively. Yields for longer term instruments including 3-year fixed rate PIBs closed at 11.81% (-49 bps MoM), 5-year closing at 12.01% (-18 bps MoM) and 10-year closing at 12.01% (-11 bps MoM) respectively. The current yield curve has now flattened after a sharp decline during the month.

KIBOR

INSTRUMENT	OCT-24	SEP-24
Kibor-3 Month	14.25%	16.13%
Kibor-6 Month	13.56%	15.20%
Kibor-12 Month	13.36%	14.40%

Source: SBP

During the month, the Kibor rates for the 3-month, 6-month and 12-month periods wrapped up at 14.25% (-188bps MoM), 13.56% (-164bps MoM) and 13.36% (-104bps MoM).

AUCTION UPDATE

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
T-BILLS			
3-Month	13.90%	17.48%	-358
6-Month	13.50%	17.74%	-424
12-Month	13.10%	17.00%	-390
FIXED RATE PIBS			
2 year	13.24%	13.98%	-74
3 year	12.50%	12.90%	-40
5 year	12.79%	13.40%	-61
10 year	12.98%	13.20%	-22
FLOATING RATE PIBS - QUARTERLY			
2 year	BR	20	-
3 year	-	-	-
FLOATING RATE PIBS - SEMI ANNUAL			
5 year	90	112	-22 bps
10 year	135	193	-58 bps

Source: SBP

During the month, the State Bank of Pakistan received bids worth PKR 4,363 bn in Treasury bills auction, outweighing the overall target of PKR 1,050 bn. MoF's acceptance was worth PKR 1,497 bn cumulatively for the three auctions held during October. The latest cut-offs stand at 13.89% (-359 bps MoM), 13.50% (-424 bps MoM) and 13.09% (-390 bps MoM) for 3-months, 6-months and 12-months tenors respectively.

In addition, participation of PKR 2,921 bn was observed in the auction of floating-rate bonds against the target of PKR 1,350 billion. The MoF accepted bids worth PKR 1,189 bn. Latest cut-off spreads closed at 20 bps (no change MoM) for 2 years, 90 bps (-22 bps MoM) for 5-year and 135 bps (-1 bps MoM) for the 10-year FRBs.

Lastly, during the month the State Bank of Pakistan conducted PIB fixed auction on October 17, 2024. Bids received were worth PKR 658 billion against the target of PKR 200 billion and the MoF accepted bids totaling PKR 146 billion. The latest cut-offs stand at 13.24% (-74 bps), 12.50% (-39 bps MoM), 12.78% (-62 bps MoM), and 12.97% (-23 bps) for 2-Years, 3-Years, 5-Years and 10-Years respectively.

STRATEGY & OUTLOOK



EQUITY MARKET:

We expect the equity market to continue rising, supported by increased investor confidence from Pakistan's involvement in the 37-month Extended Fund Facility and lower CPI prompting further rate cuts. However, government policy changes, economic shifts, global events, and political tensions could impact expectations. Despite recent gains, the market trades at a P/E of 4.4x, below the 10-year average of 7.1x. We maintain our constructive view on Pakistan equities and expect the re-rating to continue.

Key triggers which can have an impact on benchmark include:

- The first review under EFF program schedule at end of Dec24 to measure the performance criteria during the period.
- Continued monetary easing on the back of declining headline inflation.
- The political landscape of the current government, ensuring the continuation of the economic reform process.
- Escalating global conflicts may drive oil prices higher, which could disrupt Pakistan's external account recovery and contribute to inflationary pressures, impacting equity valuations.
- The recent turnaround in the US politics could signal a shift in trade policies and international relationships, including those with China, which could indirectly impact Pakistan's economic and strategic alignment with global powers.

We are closely monitoring the equity market's performance and will seize any opportunity that arises to maximize returns for our policyholders.

DEBT MARKET:

During the month of October 2024 inflation clocked in at 7.17% YoY, slightly higher than September 2024 reading. CPI shows an increase of 1.23% MoM, primarily driven by the increase in food, housing and clothing/footwear price index. Real interest rates remained significantly positive. In this backdrop, the Monetary Policy Committee reduced the policy rate by further 250 bps on November 04, 2024, bringing policy rate to 15.00%.

We expect inflation is likely to settle between 9%-11% in fiscal year 2025 due to stable commodity prices, stability in currency and favourable base effect. Fiscal outlook remains optimistic, despite revenue short fall in 1st quarter FY2025, backed by robust SBP profit and savings from reduced interest costs.

Significant decline in inflation, stable fiscal position and improvement in external account provide ample room to continue monetary easing cycle. We believe there is still potential for 100-200bps cuts in the policy rate, with the secondary market yields already reflecting this expectation.

Considering the existing macroeconomic conditions, current market yields and projected interest rates, our portfolios are well calibrated in longer-tenor Treasury Bills, Floating rate bonds, and Fixed rate PIBs. Lastly, we continue to remain vigilant about any developments that could affect our investment strategy.

FUND WISE STRATEGY

- **Jubilee Life Balanced Fund:** Jubilee Life Balanced Fund is well poised to generate sustainable risk adjusted returns with sizable allocation of 88% in high yielding fixed income instruments and minimal allocation of 12% in equities.
- **Jubilee Life Aggressive Fund:** Equity allocation in JL Aggressive fund is around 32% to capitalize on returns from stable macro-economic environment. Investment in government securities and bank placements is 68%, yielding higher risk adjusted returns.
- **Jubilee Life Government Securities Fund:** GSF's concentration in sovereign fixed income instruments positions it favorably for capturing attractive yields while also providing the fund with exposure to duration.
- **Meesaq Balanced Fund:** Our Meesaq Balanced fund offers its policyholders sustainable return through 89% allocation in government backed instruments, along with 11% exposure in high yielding corporate Sukuks, bank deposits and mutual funds, thereby maximizing the benefits derived from opportunities in the yield curve.

JUBILEE LIFE BALANCED FUND

Fund Manager's Report
October 2024

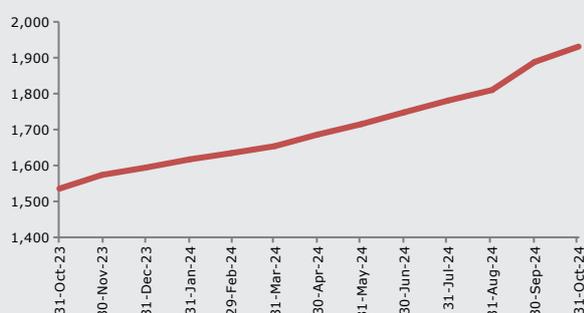
FUND OBJECTIVE

To maximize capital appreciation by investing in a balanced portfolio of wide range of securities, such as Equities, Government securities, other fixed income securities, Mutual funds and bank deposits.

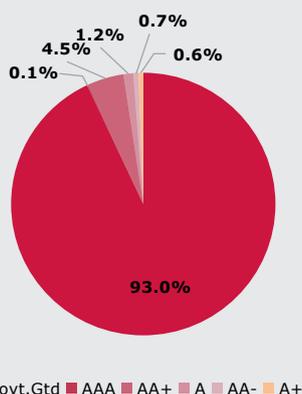
FUND MANAGER'S COMMENTS

During the month of October 2024 Balanced Fund's (BF) Unit Price increased by PKR 42.72 (2.26%). The fund's allocation to government securities stands at 81.98% at month end against 84.9% last month while allocation to equities is at 5.64% versus 5.37% last month. Within sectors, the fund is tilted towards Commercial Banks with a total allocation of 87.14% followed by Paper & Board, Miscellaneous and Oil & Gas (Exploration Companies) with a sector allocation of 5.96%, 4.04% and 2.05% respectively.

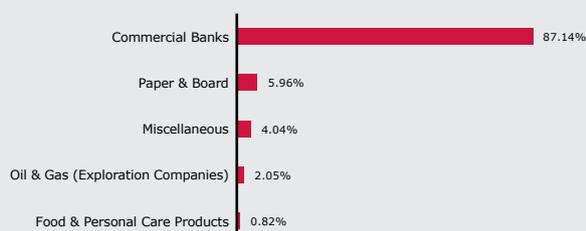
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Balanced Fund
Net Assets	PKR 73,403 Million
Launch Date	31.12.1996
NAV Per Unit At Launch Date (31.12.1996)	PKR 99.50
NAV Per Unit At Month End (31.10.2024)	PKR 1,930.96
Category	Balanced Fund
Pricing Mechanism Risk	Forward on daily basis
Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.26%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.26%
3 months	8.44%
12 months (365 days)	25.75%
Calendar YTD	21.12%
Since Inception (annualized)	11.24%
5 Years (annualized)	11.23%
10 Years (annualized)	8.55%

ASSET ALLOCATION

ASSETS	OCT-24	SEP-24
Government Securities	81.98%	84.90%
Term Finance Securities	6.08%	6.15%
Cash and Short Term Deposits	0.07%	0.18%
Equities	5.64%	5.37%
Mutual Funds	6.07%	3.38%
Others Including Receivables	0.157%	0.004%

JUBILEE LIFE AGGRESSIVE FUND

Fund Manager's Report
October 2024

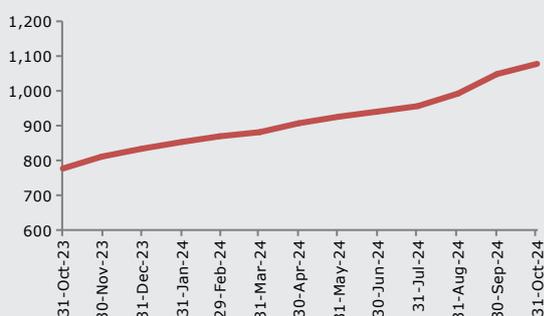
FUND OBJECTIVE

The objective of the fund is to maximize returns to policyholders by investing in Equities, Equities Mutual Funds, Government securities, Term Finance Certificates and bank deposits.

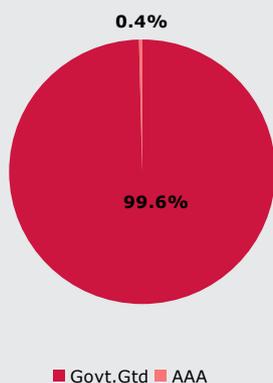
FUND MANAGER'S COMMENTS

During the month of October 2024 Aggressive Fund's (BF) Unit Price increased by PKR 29.5 (2.81%). The fund's allocation to government securities stands at 67.84% at month end against 68.74% last month while allocation to equities is at 22.16% versus 22.32% last month. Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 55.63% followed by Commercial Banks, Textile Composite and Pharmaceuticals with a sector allocation of 33.4%, 3.87% and 3.08% respectively.

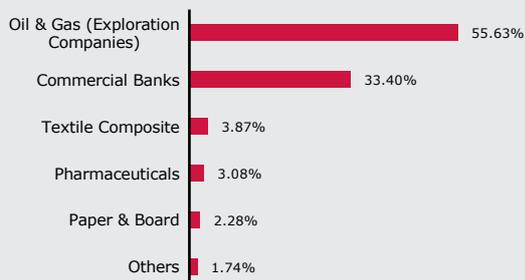
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Aggressive Fund
Net Assets	PKR 30,148 Million
Launch Date	28.07.2004
NAV Per Unit At Launch Date (28.07.2004)	PKR 100.00
NAV Per Unit At Month End (31.10.2024)	PKR 1,077.76
Category	Aggressive Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.27%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.81%
3 months	12.71%
12 months (365 days)	38.75%
Calendar YTD	29.26%
Since Inception (annualized)	12.44%
5 Years (annualized)	6.92%
10 Years (annualized)	5.89%

ASSET ALLOCATION

ASSETS	OCT-24	SEP-24
Government Securities	67.84%	68.74%
Cash & Short Term Deposits	0.26%	0.51%
Equities	22.16%	22.32%
Mutual Funds	9.41%	8.43%
Others Including Receivables	0.33%	0.01%

MEESAQ BALANCED FUND

Fund Manager's Report
October 2024

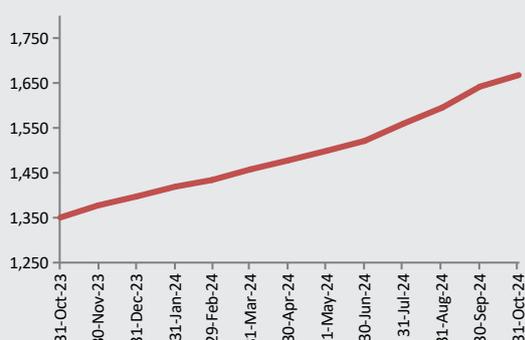
FUND OBJECTIVE

The objective of the Meesaq fund is to provide an opportunity to investors who want interest free returns. The instruments in which the Meesaq fund invests are shariah compliant stocks, sukuk, short term deposits in Islamic banks / Islamic bank branches, Islamic mutual funds and other valid interest-free investments.

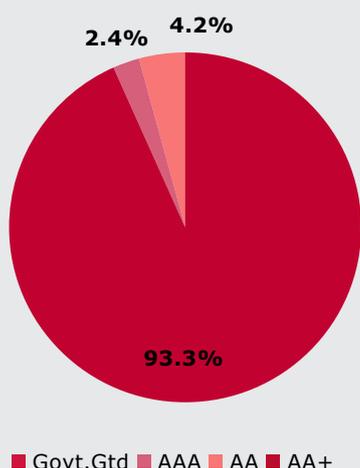
FUND MANAGER'S COMMENTS

During the month of October 2024 Meesaq Balanced Fund's Unit Price increased by PKR 25.76 (1.57%). The fund's allocation to government securities stands at 89.48% at month end against 80.78% last month while allocation to equities is at 4.23% versus 11.01% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Meesaq Balanced Fund
Net Assets	PKR 4,489 Million
Launch Date	27.03.2008
NAV Per Unit At Launch Date (27.03.2008)	PKR 475.00
NAV Per Unit At Month End (31.10.2024)	PKR 1,667.60
Category	Balanced Fund (Non-interest Bearing)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.26%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.57%
3 months	6.93%
12 months (365 days)	23.49%
Calendar YTD	19.34%
Since Inception (annualized)	7.85%
5 Years (annualized)	10.48%
10 Years (annualized)	7.99%

ASSET ALLOCATION

ASSETS	OCT-24	SEP-24
Government Securities	89.48%	80.78%
Sukuks	5.55%	5.37%
Cash and Short Term Deposits	0.69%	2.80%
Mutual Funds	4.23%	11.01%
Others Including Receivables	0.04%	0.03%

JUBILEE LIFE GOVERNMENT SECURITIES FUND

Fund Manager's Report
October 2024

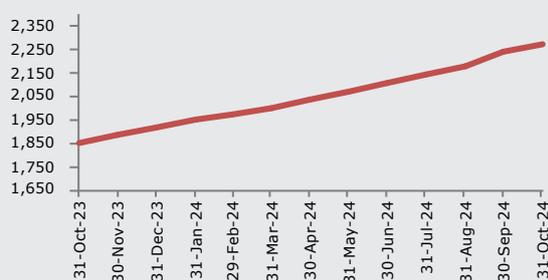
FUND OBJECTIVE

The objective of this fund is to earn sustainable returns to its policy holders over medium to long-term by investing in Government Securities & bank deposits.

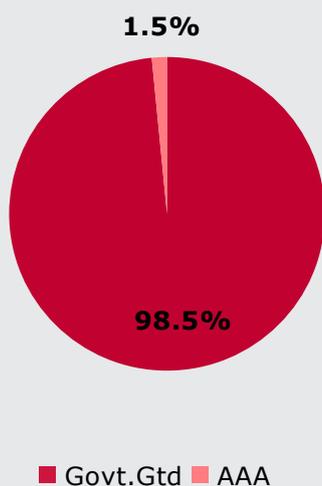
FUND MANAGER'S COMMENTS

During the month of October 2024 Government Securities Fund's (GSF) Unit Price increased by PKR 31.5 (1.41%). The fund's allocation to government securities stands at 98.46% at month end against 98.45% last month while allocation to cash and short-term deposits is at 1.53% versus 1.54% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Government Securities Fund
Net Assets	PKR 27,258 Million
Launch Date	01.06.2009
NAV Per Unit At Launch Date (01.06.2009)	PKR 475.00
NAV Per Unit At Month End (31.10.2024)	PKR 2,271.86
Category	Government Securities Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.26%
Pricing Days	Monday to Friday
Weighted Average Maturity	904 Days

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.41%
3 months	5.98%
12 months (365 days)	22.62%
Calendar YTD (annualized)	22.40%
Since Inception (annualized)	10.68%
5 Years (annualized)	14.39%
10 Years (annualized)	10.94%

ASSET ALLOCATION

ASSETS	OCT-24	SEP-24
Government Securities	98.461%	98.454%
Cash and Short Term Deposits	1.534%	1.539%
Others Including Receivables	0.005%	0.007%

JUBILEELIFE.COM

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