



# INVESTMENT FACT SHEET

FOR THE MONTH OF DECEMBER 2019

# FROM INVESTMENT DESK

## ECONOMY AND CAPITAL MARKETS UPDATE

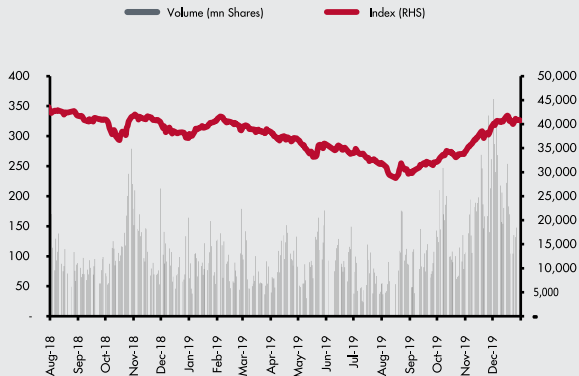
### ECONOMIC SUMMARY

KEY INDICATORS	REPORTED MONTH	CURRENT	PREVIOUS	YTD
CPI Inflation	Dec	12.63%	12.67%	11.42%
Trade Deficit (USD mn)	Nov	(1,538)	(1,443)	(8,002)
Remittances (USD mn)	Nov	1,820	2,001	9,299
Current A/C (USD mn)	Nov	(319)	70	(1,821)
FDI (USD mn)	Nov	200	108	849
Tax Collection ** (PKR bn)	Dec	463	334	2,080
M2 Growth*				2.79%
FX Reserves* (USD bn)	Dec			18.08

Source: SBP, FBS

\* Latest monthly figures \*\*provisional figures

### KSE-100 ONE YEAR PERFORMANCE



### SECONDARY MARKET PKRVs

TENOR	DEC-19	NOV-19	CHANGE (bps)
30 Days	13.40	13.40	0
60 Days	13.42	13.47	(5)
3 Months	13.40	13.51	(11)
6 Months	13.35	13.50	(15)
1 Year	13.10	13.25	(15)
3 Year	11.64	11.79	(15)
5 Year	10.91	11.40	(49)
10 Year	11.00	11.35	(35)

Source: MUFAP

### ECONOMIC REVIEW

Headline inflation clocked in at 12.63% in Dec'19, in line with market's expectations and taking average 1H FY20 inflation to 11.42%. Monthly inflation however declined by 0.34% mainly due to rationalization in food inflation where perishable Food Item Index declined by 9.3% MoM on account of new crop and imports. On the external side, Current Account posted a deficit of USD 319 mn in Nov'19 after October's welcome surplus, primarily due to fall in remittances by USD 181 mn (-9% MoM) while imports and exports remained fairly flat as trade deficit continued its decline and stands at USD 8bn in 5MFY20 down 40% YoY. Foreign inflows attributable to lending from ADB worth USD 1 bn and IMF's second tranche of USD 452 mn boosted our foreign reserves to USD 18 bn in Dec'19, the highest level in twenty-one months. On the fiscal side, FBR collected PKR 2,080 bn for 1H FY20 (+16% YoY) wherein major drive in revenue came from Non-Tax Revenues in the form of profit from SBP and renewal of telecom licensing, however this results in shortfall of PKR 118 bn.

### EQUITY MARKET REVIEW

The stock market's bull run continues, although KSE100 plateaued in Dec'19 to post a return of just 3.7% with likewise increase in average daily volumes to 194 mn shares after last month's breakout performance of 14.9%. KSE100 closed the calendar year at 40,735 points with overall return of 9.9%, making this the first year to end positively after two years of decline. Primary factors behind this turnaround are decline in fixed income yields, a much awaited current account surplus in Oct'19, strengthening of PKR, and retention of Pakistan in FATF grey list. After four years of foreign outflows, CY19 was the first year to have net foreign inflow of USD 56 mn with Mutual Funds contributing in selling from local side worth USD 170 mn while Individuals observed as local buyers with USD 154 mn. Debt market also witnessed substantial inflow of USD 1,460 mn in 1H FY20, mostly in T-bills. Sector wise Fertilizers led the bourse, posting a hefty return of 24.8% over the whole calendar year, followed by Banks (+19.1%) and E&Ps (+16.7%), while Cement (-7.3%) and Pharma (-9.2%) posted disappointing performances. Going forward, Pakistan with forward P/E of 7.4x is trading at 41% discount compared to Asia Pacific regional average of 12.5x along with a dividend yield of ~6.4% versus ~2.7% offered by the region.

### DEBT MARKET REVIEW

Interest in money market continued unabated in Dec'19 as PKR 2,798 bn worth of bids were received in T-bill auctions against target of PKR 1,000 bn while State Bank of Pakistan accepted PKR 1,255 bn. Latest cut-off rates decreased to 13.49% (-10 bps MoM) for 3 month tenor and 13.13% (-12 bps MoM) for 12 month tenor while remaining flat at 13.29% for 6 month tenor. There was strong participation in longer tenor papers as PIB auctions garnered PKR 339 bn worth of bids against target of PKR 100 bn while the central bank accepted PKR 210 bn in fixed PIBs at 11.75% (-5 bps MoM) for 3 yr tenor, 11.19% (-26 bps MoM) for 5 yr tenor, and 11.00% (-35 bps MoM) for 10 yr tenor. Floaters also witnessed ample interest with PKR 142 bn worth of bids received while SBP accepted PKR 72 bn at 39.5 bps over benchmark against target of PKR 50 bn. Improvement on the macroeconomic front led to a fall in secondary market yields by 5-49 bps across all tenors.

# MANAGED FUND

## FUND OBJECTIVE

To maximize capital appreciation by investing in a balanced portfolio of wide range of shares, Government and other fixed income securities and bank deposits.

## FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Managed Fund
Fund Size	PKR 90,693 Million
Launch Date	31.12.1996
Bid Price (31.12.1996)	PKR 99.50
Bid Price (31.12.2019)	PKR 1,218.66
Category	Balanced Fund
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	A. F. Ferguson & Co.
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## BOARD FINANCE & INVESTMENT COMMITTEE

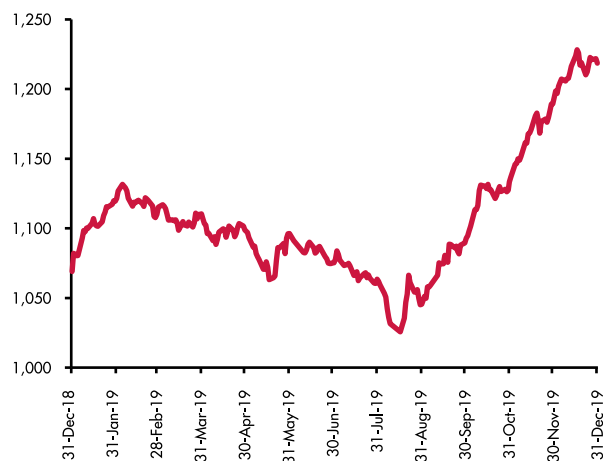
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Lilly R. Dossabhoy	Member
Zahid Barki	Member
Kashif Naqvi	Member
Shan Rabbani	Member
Asif Mobin	Member/Secretary
Dileep Kumar Maheshwari	Member

## FUND MANAGER'S COMMENTS

During the month of December 2019 Managed Fund's (MF) Unit Price increased by PKR 29.32 (2.47%) net of fund management fee.

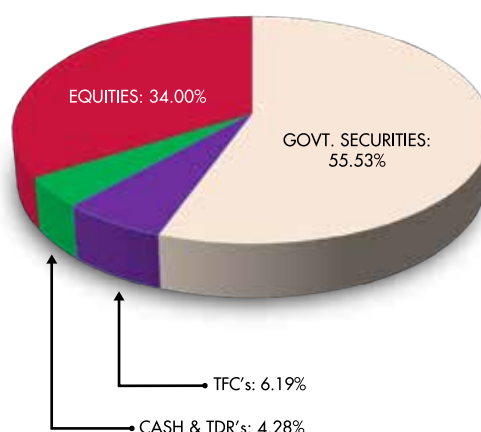


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.47%
3 months	11.85%
12 months	13.99%
Calendar YTD	13.99%
Since Inception	1124.78%
Since Inception (annualized)	11.50%
5 Years	38.03%
10 Years	165.51%

## ASSET ALLOCATION

ASSETS	DECEMBER 2019	NOVEMBER 2019
Government Securities	55.53%	59.09%
Term Finance Securities	6.19%	5.99%
Cash and Short Term Deposits	4.28%	1.92%
Stocks & Mutual Funds	34.00%	33.00%



# CAPITAL GROWTH FUND

## FUND OBJECTIVE

The objective of the fund is to maximize returns to policyholders by investing mainly in equity portfolio and partly in Government securities, Term Finance Certificates and bank deposits.

## FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Capital Growth Fund
Fund Size	PKR 27,252 Million
Launch Date	28.07.2004
Bid Price (28.07.2004)	PKR 100.00
Bid Price (31.12.2019)	PKR 883.87
Category	Equity Fund
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	A. F. Ferguson & Co.
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## BOARD FINANCE & INVESTMENT COMMITTEE

MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Lilly R. Dossabhoy	Member
Zahid Barki	Member
Kashif Naqvi	Member
Shan Rabbani	Member
Asif Mobin	Member/Secretary
Dileep Kumar Maheshwari	Member

## FUND MANAGER'S COMMENTS

During the month of December 2019 Capital Growth Fund's (CGF) Unit Price increased by PKR 28.47 (3.33%) net of fund management fee.

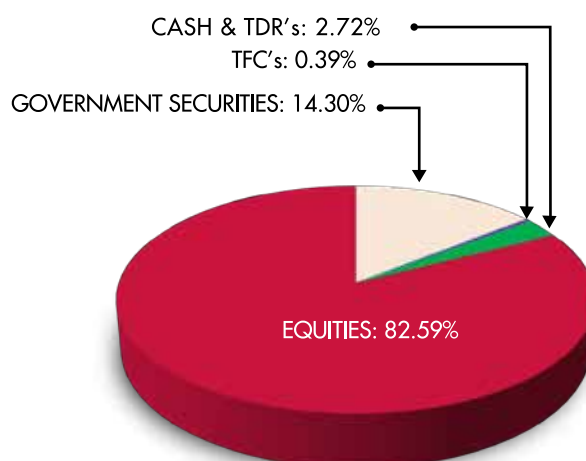


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	3.33%
3 months	21.39%
12 months	11.11%
Calendar YTD	11.11%
Since Inception	783.87%
Since Inception (annualized)	15.16%
5 Years	45.49%
10 Years	309.94%

## ASSET ALLOCATION

ASSETS	DECEMBER 2019	NOVEMBER 2019
Government Securities	14.30%	18.48%
Term Finance Securities	0.39%	0.41%
Cash and Short Term Deposits	2.72%	1.75%
Stocks & Mutual Funds	82.59%	79.36%



# MEESAQ FUND

## 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 selective stocks, sukuk, short term deposits in Islamic banks / Islamic bank branches, Islamic mutual funds and other valid interest-free investments.

## FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Meesaq Fund
Fund Size	PKR 9,110 Million
Launch Date	27.03.2008
Bid Price (27.03.2008)	PKR 475.00
Bid Price (31.12.2019)	PKR 1,108.52
Category	Non-interest bearing Investment portfolio
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	A. F. Ferguson & Co.
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## BOARD FINANCE & INVESTMENT COMMITTEE

MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Lilly R. Dossabhoy	Member
Zahid Barki	Member
Kashif Naqvi	Member
Shan Rabbani	Member
Asif Mobin	Member/Secretary
Dileep Kumar Maheshwari	Member

## FUND MANAGER'S COMMENTS

During the month of December 2019 Meesaq Fund's (MEF) Unit Price increased by PKR 33.81 (3.15%) net of fund management fee.

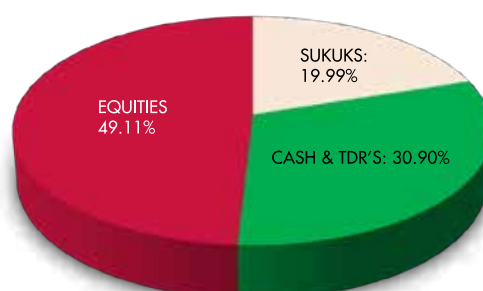


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	3.15%
3 months	13.73%
12 months	11.55%
Calendar YTD	11.55%
Since Inception	133.37%
Since Inception (annualized)	7.47%
5 Years	39.95%

## ASSET ALLOCATION

ASSETS	DECEMBER 2019	NOVEMBER 2019
Sukuks	19.99%	21.32%
Cash and Short Term Deposits	30.90%	33.94%
Stocks & Mutual Funds	49.11%	44.74%



# Yaqeen Growth Fund

## FUND OBJECTIVE

This fund has been formed to enable Jubilee Life's policyholders to participate in a diversified portfolio of Fixed Income Securities with minimal exposure to equity. Yaqeen Growth fund is suitable for those who wish to earn steady returns on investments through full exposure to debt securities and minimum risk of capital erosion.

## FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Yaqeen Growth Fund
Fund Size	PKR 3,101 Million
Launch Date	01.06.2009
Bid Price (01.06.2009)	PKR 475.00
Bid Price (31.12.2019)	PKR 1,191.64
Category	Capital Protected Fund
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	A. F. Ferguson & Co.
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## BOARD FINANCE & INVESTMENT COMMITTEE

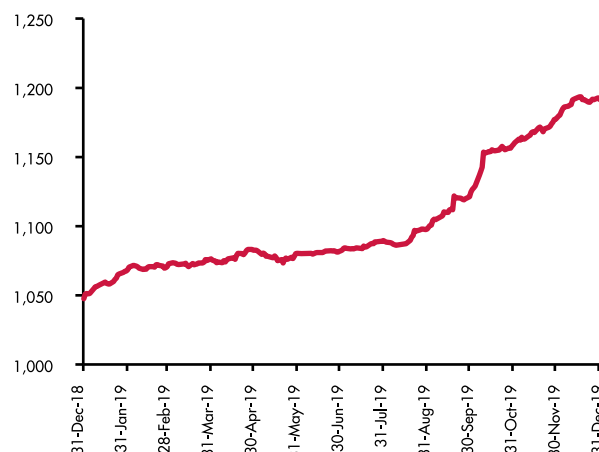
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Lilly R. Dossabhoy	Member
Zahid Barki	Member
Kashif Naqvi	Member
Shan Rabbani	Member
Asif Mobin	Member/Secretary
Dileep Kumar Maheshwari	Member

## FUND MANAGER'S COMMENTS

During the month of December 2019 Yaqeen Growth Fund's (YGF) Unit Price increased by PKR 14.28 (1.21%) net of fund management fee.

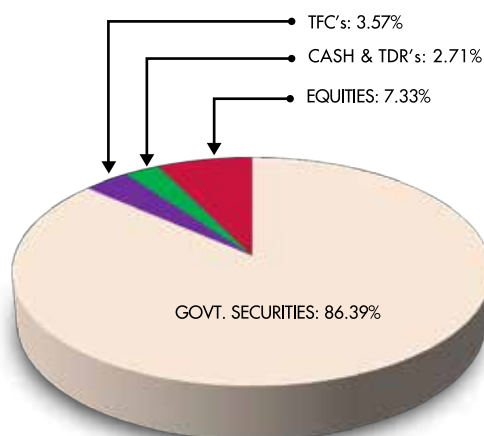


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.21%
3 months	6.28%
12 months	13.76%
Calendar YTD	13.76%
Calendar YTD (annualized)	13.76%
Since Inception	150.87%
Since Inception (annualized)	9.07%
5 Years	43.60%

## ASSET ALLOCATION

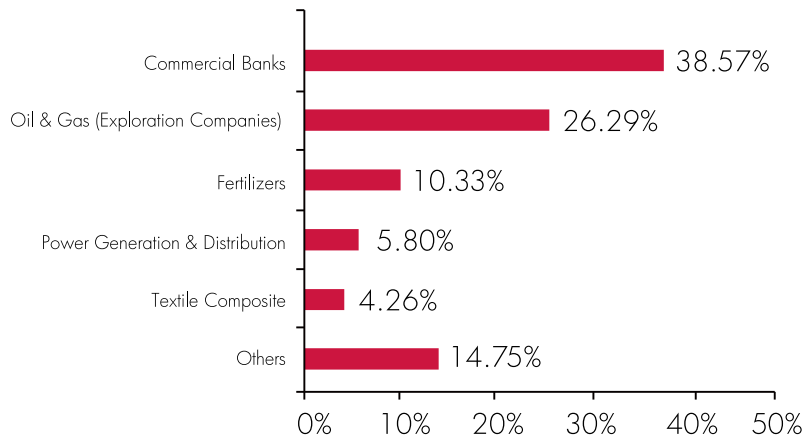
ASSETS	DECEMBER 2019	NOVEMBER 2019
Government Securities	86.39%	87.94%
Term Finance Securities	3.57%	3.66%
Cash and Short Term Deposits	2.71%	2.42%
Stocks & Mutual Funds	7.33%	5.99%



# EQUITY PORTFOLIO DETAILS

## MANAGED FUND

### SECTOR ALLOCATION

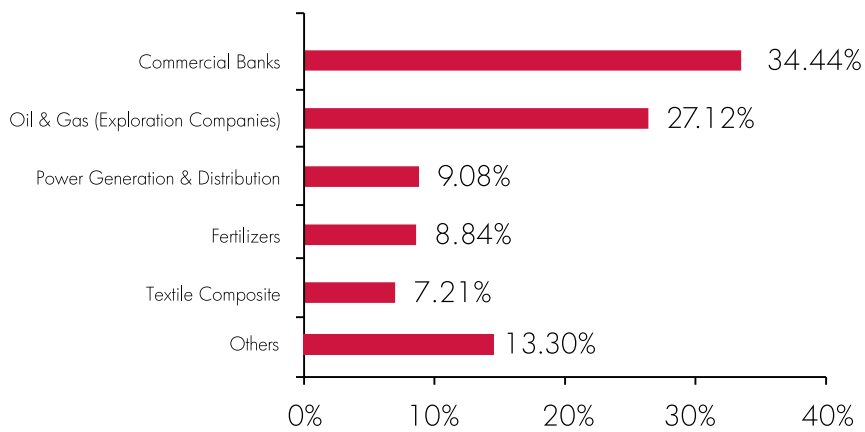


### TOP TEN HOLDINGS

BAFL  
BAHL  
ENGRO  
HBL  
HUBC  
MARI  
MCB  
OGDC  
PPL  
UBL

## CAPITAL GROWTH FUND

### SECTOR ALLOCATION



### TOP TEN HOLDINGS

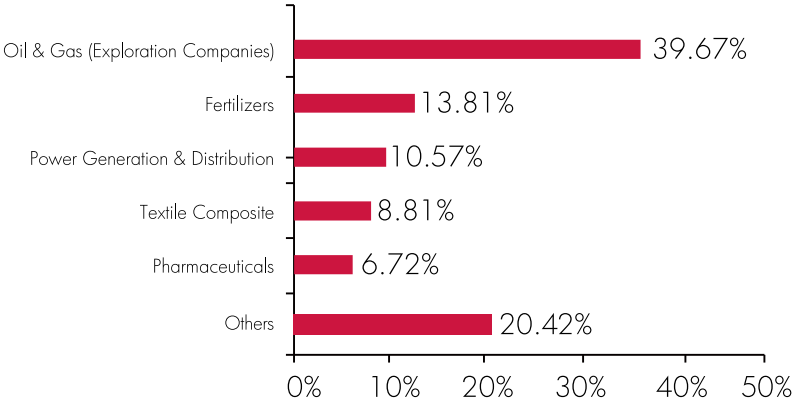
BAFL  
BAHL  
ENGRO  
HUBC  
MARI  
MCB  
NML  
OGDC  
PPL  
UBL



# EQUITY PORTFOLIO DETAILS

## MEESAQ FUND

SECTOR ALLOCATION

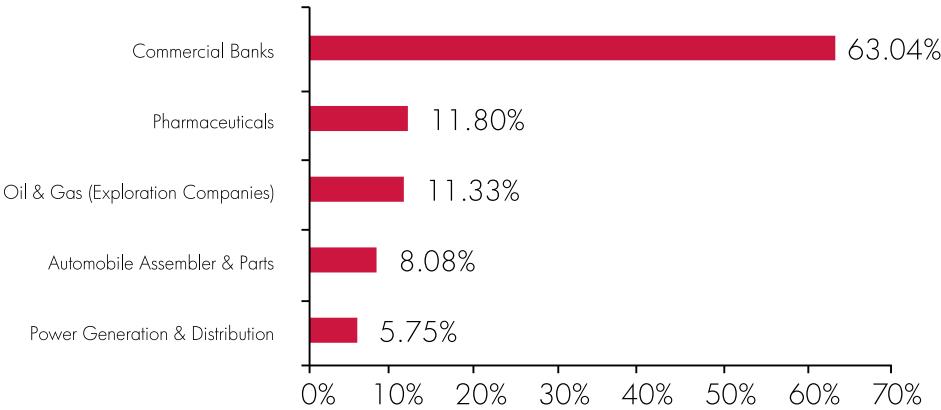


TOP TEN HOLDINGS

AGP  
ENGRO  
HUBC  
ILP  
MARI  
MEBL  
NML  
OGDC  
POL  
PPL

## YAQeen GROWTH FUND

SECTOR ALLOCATION



TOP TEN HOLDINGS

BAHL  
HBL  
HINOON  
HUBC  
MCB  
PPL  
THALL  
UBL



JUBILEELIFE.COM

**Jubilee Life Insurance Company Limited**

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

Phone: (021) 32120201, 35205094

Fax: (021) 35610959

UAN: (021) 111-111-554

SMS: "JUBILEELIFE" to 8398

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

Website: www.jubileelife.com