



**INVESTMENT FACT SHEET**  
FOR THE MONTH OF MARCH 2018

# FROM INVESTMENT DESK

## ECONOMY AND CAPITAL MARKETS UPDATE

### ECONOMIC SUMMARY

KEY INDICATORS	REPORTED MONTH	CURRENT	PREVIOUS	YTD
CPI Inflation	Mar	3.25%	3.80%	3.78%
Trade Deficit (USD mn)	Feb	(2,895)	(3,636)	(24,495)
Remittances (USD mn)	Feb	1,450	1,639	12,834
Current A/C (USD mn)	Feb	(1,241)	(1,617)	(10,478)
FDI (USD mn)	Feb	285	106	1,735
Tax Collection ** (PKR bn)	Mar	362	265	2,621
M2 Growth*				2.94%
FX Reserves* (USD bn)	Mar			17.80

Source SBP, FBS

\* Latest monthly figures \*\*provisional figures

### KSE-100 ONE YEAR PERFORMANCE



### SECONDARY MARKET PKRVs

TENOR	MAR-18	FEB-18	CHANGE (bps)
30 Days	6.24	6.06	18
60 Days	6.34	6.14	20
3 Months	6.40	6.21	19
6 Months	6.57	6.36	21
1 Year	6.75	6.62	13
3 Year	7.91	7.81	10
5 Year	8.51	8.35	16
10 Year	8.86	8.64	22

Source: MUFAP

### ECONOMIC REVIEW

CPI Inflation eased off to 3.25%YoY in March 2018 against 3.80%YoY in February 2018, taking average 9MFY18 inflation to 3.78% compared to 4.02% during SPLY. Similarly, external account position also improved as current account deficit for Feb'18 clocked at US\$1.2bn, down 25.4%MoM compared to US\$1.65 for Jan'18 primarily due to curtailment of trade deficit (US\$2.7bn; down 16.5%MoM). However, CAD for 8MFY18 swelled by 50%YoY to US\$10.8 bn owing to substantial widening of 22.7% in trade deficit where significant jump in imports (up 17% YoY to US\$ 36.0bn) offset the 12% YoY (US\$15.9 bn) growth in exports. Moreover, FX reserves held by central bank were also down to US\$17.9 bn from peak level of US\$23.0 bn. As a result of weak external account, PKR lost 4.4% against green back during the month. On the fiscal front, FBR provisionally collected around PKR 2.62 trn during the 9MFY18 as compared to PKR 2.20 trn SPLY, posting a solid growth of 16% YoY. In the Monetary Policy Meeting, the SBP maintained the policy rate at 6%, against broad expectation, taking on an optimistic stance on the recent policy measures to contain the C/A deficit. Moving ahead, we feel that vulnerable external account due to expected increase in import bill amid recovery in commodity prices and uptick in machinery imports is expected to remain key challenges for the economy.

### EQUITY MARKET REVIEW

Equites posted a decent return of 5.4% as benchmark KSE100 index closed the month at 7 months high of 45,560pts. Overall participation remained on the lower side in Mar'18 with average volume at 192.7mn as against 203.7mn in Feb'18, down by -5.4%. The sector-wise performance was led by cement sector (+10.8% MoM) as manufacturers increased prices by approx. PKR50/bag. It was followed by banking sector on broad expectation of interest rate hikes amid inflationary pressures from currency devaluation of 4.4%. Foreign institutional investors were net seller during the month with net outflow of USD 22.4mn in Mar 2018, taking cumulative FIPI for CY18 to USD31.3mn whereas local liquidity led by Companies (USD+40mn) followed by Insurance (+USD 20mn). Going forward, we feel upcoming budget and expected tax amnesty scheme is expected to keep investors' interest alive. Pakistan with forward P/E of 10.9x is trading around average historical discount of 28% as compared to MSCI EM P/E of 15.9 and offers an attractive dividend yield of 4.9% vs 2.2% in the Asia-Pacific Region.

### DEBT MARKET REVIEW

During the month of March, SBP held two T-Bill auctions with cumulative target of PKR 1,300 bn where central bank accepted bids worth PKR 73 bn all in 3 months' tenors whereas bids in 6 months and 12 months papers were rejected due to low participation. On the other hand, PIB auction witnessed a subdued participation of PKR 10 bn in 3-yr tenor only. Though, SBP scrapped the auction owing to insignificant participation at higher yields. Overall activity remained healthy as secondary market yields in the shorter tenors increased within a broader range of 24-56 bps while yields in the longer tenors (1-yr to 5-yr) adjusted upwards by 106-140 bps during the month as investors see upside risks to inflation and interest rates.

# 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 75,502 Million
Launch Date	31.12.1996
Bid Price (31.12.1996)	PKR 99.50
Bid Price (31.03.2018)	PKR 1,143.37
Category	Balanced Fund
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## INVESTMENT COMMITTEE

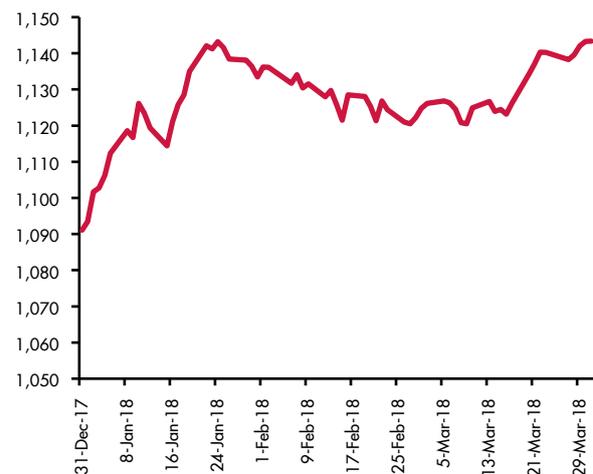
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.88%
3 months	4.79%
12 months	-2.25%
Calendar YTD	4.79%
Since Inception	1049.11%
Since Inception (annualized)	12.17%
5 Years	65.74%
10 Years	158.03%

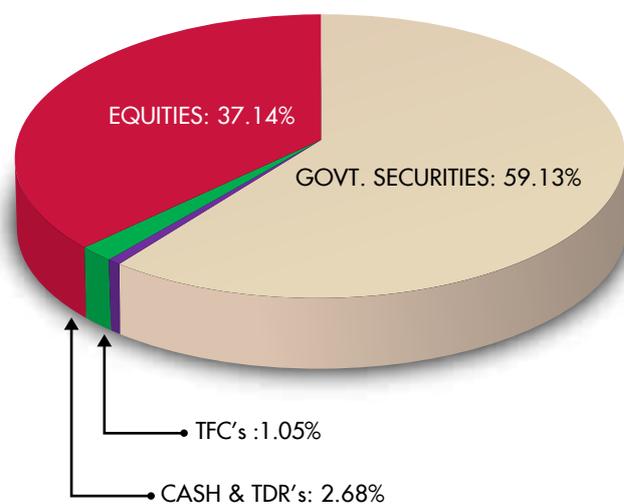
## FUND MANAGER'S COMMENTS

During the month of March 2018 Managed Fund's (MF) Unit Price increased by PKR 21.09 (1.88%) net of fund management fee.



## ASSET ALLOCATION

ASSETS	MARCH-18	FEBRUARY-18
Government Securities	59.13%	60.71%
Term Finance Securities	1.05%	1.07%
Cash and Short Term Deposits	2.68%	2.73%
Stocks & Mutual Funds	37.14%	35.49%



# 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 17,866 Million
Launch Date	28.07.2004
Bid Price (28.07.2004)	PKR 100
Bid Price (31.03.2018)	PKR 990.26
Category	Equity Fund
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## INVESTMENT COMMITTEE

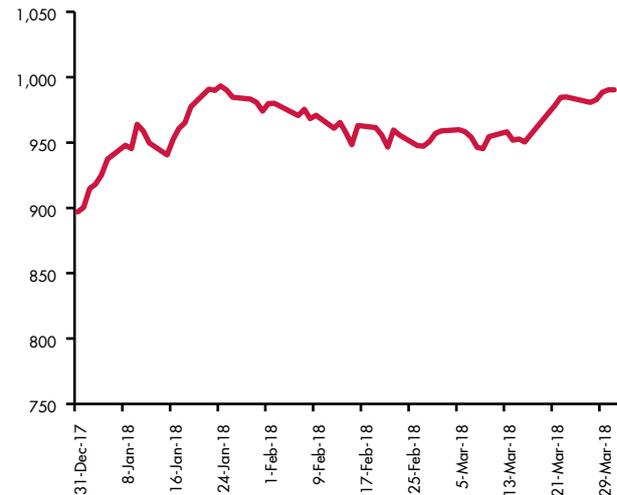
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	4.14%
3 months	10.41%
12 months	-9.71%
Calendar YTD	10.41%
Since Inception	890.26%
Since Inception (annualized)	18.24%
5 Years	196.44%
10 Years	353.98%

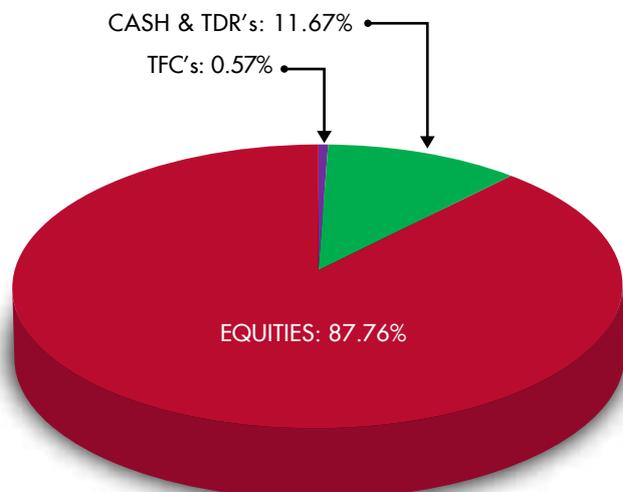
## FUND MANAGER'S COMMENTS

During the month of March 2018 Capital Growth Fund's (CGF) Unit Price increased by PKR 39.41 (4.14%) net of fund management fee.



## ASSET ALLOCATION

ASSETS	MARCH-18	FEBRUARY-18
Government Securities	0.00%	5.11%
Term Finance Securities	0.57%	0.61%
Cash and Short Term Deposits	11.67%	8.80%
Stocks & Mutual Funds	87.76%	85.48%



# 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 9,541 Million
Launch Date	27.03.2008
Bid Price (27.03.2008)	PKR 475.00
Bid Price (31.03.2018)	PKR 1,058.34
Category	Non-interest bearing Investment portfolio
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## INVESTMENT COMMITTEE

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

## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.97%
3 months	5.52%
12 months	-4.73%
Calendar YTD	5.52%
Since Inception	122.81%
Since Inception (annualized)	8.33%
5 Years	63.98%

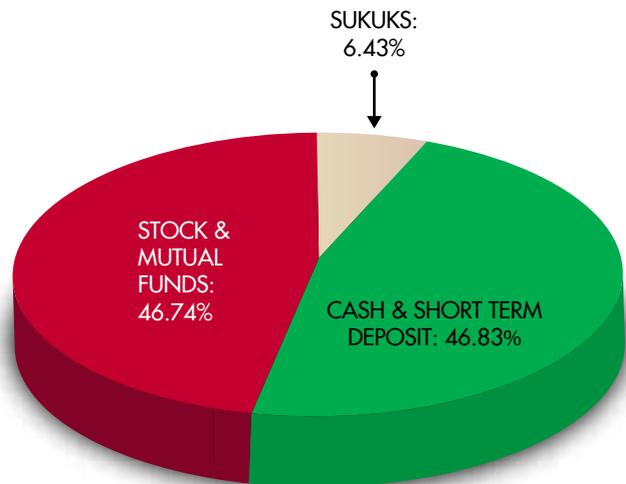
## FUND MANAGER'S COMMENTS

During the month of March 2018 Meesaq Fund's (MEF) Unit Price increased by PKR 20.47 (1.97%) net of fund management fee.



## ASSET ALLOCATION

ASSETS	MARCH-18	FEBRUARY-18
Sukuks	6.43%	7.94%
Cash and Short Term Deposits	46.83%	47.11%
Stocks & Mutual Funds	46.74%	4.96%



# YAQEEEN GROWTH FUND

## FUND OBJECTIVE

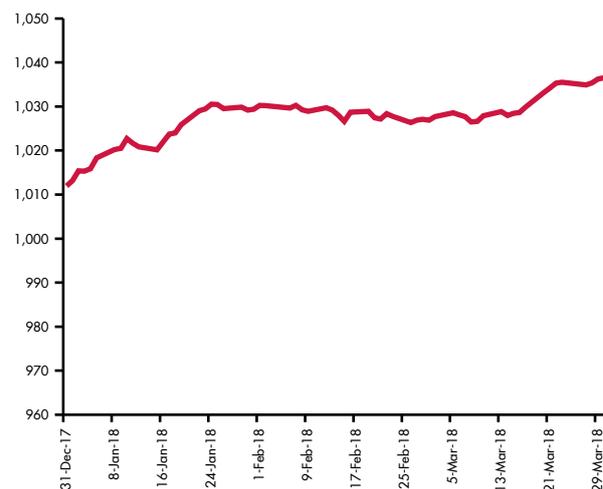
This fund has been formed to enable Jubilee Life's policyholders to participate in a diversified portfolio of Fixed Income Securities with minimal exposure to equity. Yaqeen Growth fund is suitable for those who wish to earn steady returns on investments through full exposure to debt securities and minimum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

## FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Yaqeen Growth Fund
Fund Size	PKR 1,757 Million
Launch Date	01.06.2009
Bid Price (01.06.2009)	PKR 475.00
Bid Price (31.03.2018)	PKR 1,036.72
Category	Capital Protected Fund
Pricing Mechanism	Forward on daily basis
Management Fee	1.50% p.a.
Pricing Days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

## FUND MANAGER'S COMMENTS

During the month of March 2018 Yaqeen Growth Fund's (YGF) Unit Price increased by PKR 9.59 (0.93%) net of fund management fee.



## INVESTMENT COMMITTEE

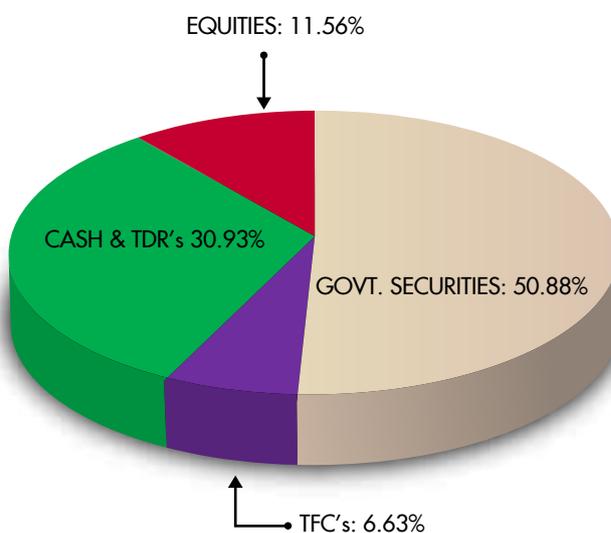
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

## ASSET ALLOCATION

ASSETS	MARCH-18	FEBRUARY-18
Government Securities	50.88%	52.39%
Term Finance Securities	6.63%	6.71%
Cash and Short Term Deposits	30.93%	29.69%
Stocks & Mutual Funds	11.56%	11.21%

## FUND RETURNS

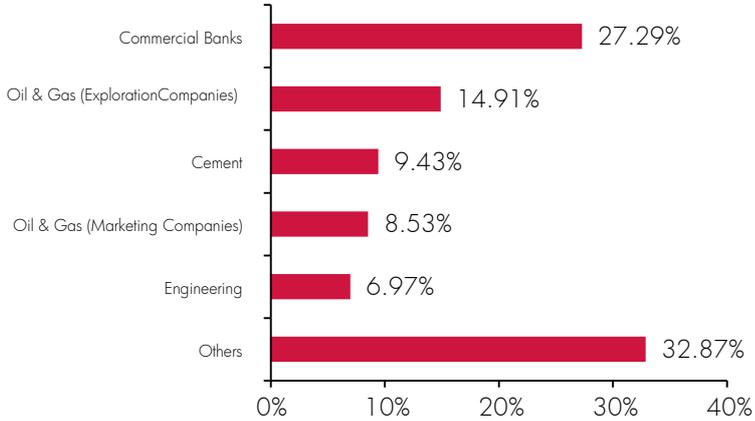
PERIOD	RATE OF RETURN
1 month	0.93%
3 months	2.45%
12 months	2.63%
Calendar YTD	2.45%
Calendar YTD (annualized)	10.31%
Since Inception	118.26%
Since Inception (annualized)	9.24%
5 Years	51.97%



# EQUITY PORTFOLIO DETAILS

## MANAGED FUND

SECTOR ALLOCATION

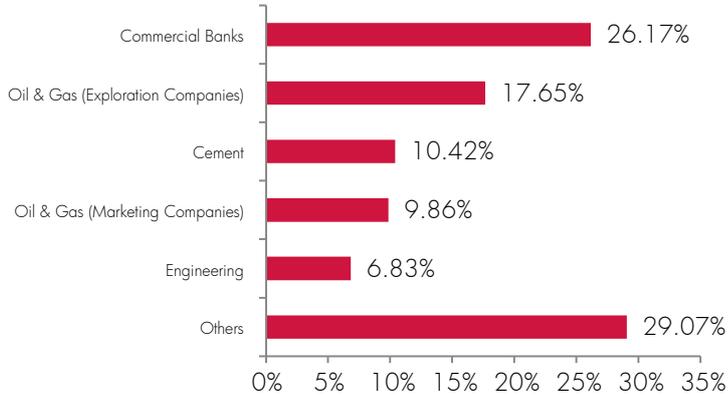


TOP TEN HOLDINGS

BAFL
HBL
LUCK
MCB
MTL
OGDC
PPL
SNGP
THALL
UBL

## CAPITAL GROWTH FUND

SECTOR ALLOCATION



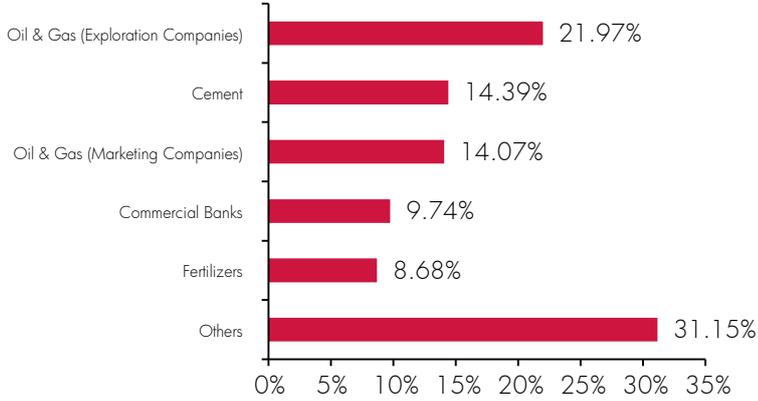
TOP TEN HOLDINGS

BAFL
ENGRO
HBL
LUCK
MCB
OGDC
POL
PPL
SNGP
UBL

# EQUITY PORTFOLIO DETAILS

## MEESAQ FUND

### SECTOR ALLOCATION

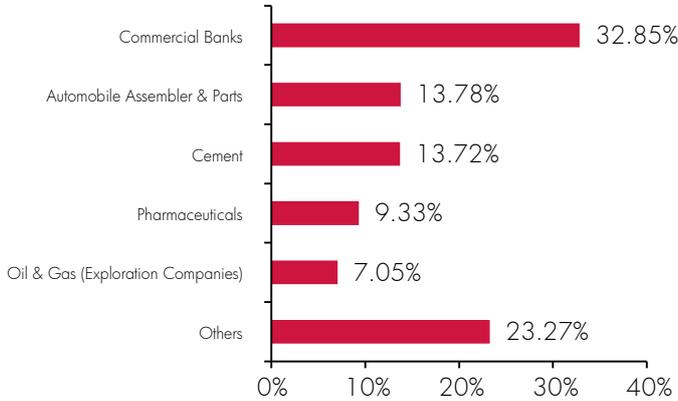


### TOP TEN HOLDINGS

ENGRO
HINOON
HUBC
LUCK
MEBL
MTL
OGDC
POL
PPL
SNGP

## YAQEN GROWTH FUND

### SECTOR ALLOCATION



### TOP TEN HOLDINGS

BAHL
HBL
HINOON
HUBC
LUCK
NCL
POL
PSO
THALL
UBL

JUBILEELIFE.COM

**Jubilee Life Insurance Company Limited**

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

Phone: (021) 35205094-95

Fax: (021) 35610959

UAN: (021) 111-111-554

SMS: "JUBILEELIFE" to 8398

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

Website: www.jubileelife.com