



# **INVESTMENT FACT SHEET**

## FOR THE MONTH OF NOVEMBER 2021

# FROM INVESTMENT DESK

## ECONOMY AND CAPITAL MARKETS UPDATE

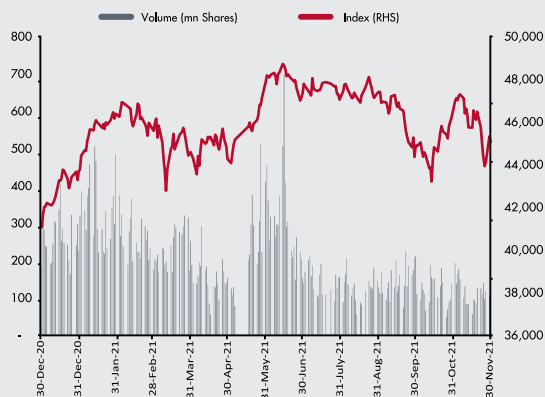
### ECONOMIC SUMMARY

KEY INDICATORS	REPORTED MONTH	CURRENT	PREVIOUS	YTD
CPI Inflation	November	11.53%	9.19%	9.29%
Trade Deficit (USD mn)	October	(3,586)	(3,419)	(13,803)
Remittances (USD mn)	October	2,518	2,670	10,553
Current A/C (USD mn)	October	(1,663)	(1,134)	(5,084)
FDI (USD mn)	October	217	194	621
Tax Collection ** (PKR bn)	November	470	440	2,314
M2 Growth*				-0.86%
FX Reserves* (USD bn)	November			22.50

Source: SBP, PBS

\* Latest monthly figures \*\* provisional figures

### KSE-100 ONE YEAR PERFORMANCE



Source: PSX

### SECONDARY MARKET PKRVs

TENOR	NOV-21	OCT-21	CHANGE (bps)
30 Days	9.12	7.55	157
60 Days	9.47	7.75	172
3 Months	9.74	8.18	156
6 Months	10.17	8.78	139
1 Year	10.72	9.09	163
3 Year	11.37	9.89	148
5 Year	11.48	10.15	133
10 Year	11.94	11.00	94

Source: MUFAP

### ECONOMIC REVIEW

The month of Nov'21 saw the country's inflation touch its highest level since Feb'20. The National CPI increased by 11.53% on a Year-over-Year (YoY) basis owing to combination of rising food and fuel prices. On a MoM basis, inflation saw a massive increase of 2.98%. The biggest contributors to surge in inflation were the Transport Index (+24.43%), Housing & Fuel Index (+14.75%) and Restaurants (+11.01%). On the external front, the trade deficit also experienced a monumental increase of 137% / 4.88% on YoY / MoM basis, respectively, to stand at USD 3,586mn for the month. In addition, the country witnessed a fall in remittances of 5.69% on monthly basis to stand at USD 2,518mn. Lower remittances, coupled with ballooning trade deficit, led to increase in current account deficit by 47% MoM in Oct'21 to USD 1,663mn. During 4MFY22, current account deficit swelled to USD 5,084mn vs. surplus of USD 1,313mn in SPY. With increasing pressure on external front, the SBP conducted an earlier monetary policy committee (MPC) meeting and increased the benchmark policy rate by 150bps to 8.75% whereby the PKR also depreciated against USD by 3% during the outgoing month; PKR has now depreciated by 11% during 4MFY22. The foreign exchange reserves of the country declined by USD 1,330mn during the month and now stand at USD 22,498mn. Tax collection for the month surpassed estimates as FBR collected PKR 470bn, an increase of ~35% YoY taking total tax collection for 5MFY22 to PKR 2,314bn vs. target of PKR 2,016bn and PKR 1,695bn in SPY.

### EQUITY MARKET REVIEW

Bears dominated in the equity market during the month of Nov'21, dragging down the KSE-100 index by 1,112 points (2.41% MoM). Key developments during the month which led to decline in market included foreign outflow amidst reclassification of Pakistan by MSCI from 'Emerging Market' to 'Frontier Market', increase in policy rate, pressure on currency as rupee continued to depreciate against USD and rising trade deficit resulting in deterioration in current account deficit. On positive side, Pakistan and IMF reached staff-level agreement, National Covid-19 positivity ratio dropped to 0.81% and SBP and Saudi Development Fund signed a deposit agreement for USD 3bn along with USD 1.2bn worth of deferred oil facility. Despite the negative sentiments, average traded volume and value of the KSE-All Share saw an increase of 15% and 25% MoM and stood at 316.11mn and PKR 12.5bn, respectively. The sectors pulling the index down included Cement (-305.62 points), Technology & Communication (-162.69 points) and Pharmaceuticals (-135.45 points) while Fertilizer (+124.58 points), Commercial Banks (+22.67 points) and Automobile Assembler (+19.94 points) contributed positively. Foreigners were net sellers with the net selling amounting to USD 141.34mn with major outflows in Banks (USD 68.93mn), Cement (USD 27.15mn) and Fertilizer (USD 22.08mn). On the local front, Companies (USD 49.44mn), Insurance Companies (USD 28.99mn) and Individuals (USD 26.83mn) were the major net buyers. Going forward, from a valuation perspective, Pakistan with a forward P/E of 5.21x and dividend yield of 7.76% is trading at a massive discount of 72% with respect to Asia Pacific regional markets.

### DEBT MARKET REVIEW

During the period under review, secondary market yields remained under pressure. This was primarily due to deteriorating external position and rising inflationary pressures on account of currency devaluation and current account deficit. These heightened risks also forced the monetary policy committee to schedule the monetary policy statement a week earlier in which it decided to raise the policy rate by 150bps to 8.75%. Subsequently, yield curve shifted upwards as market participants started to anticipate further increase in policy rate. However, during the last few working days of month, some respite was observed as crude oil declined by approximately \$14/barrel due to the emergence of a new COVID variant in African and European nations. This downward adjustment was short-lived as Ministry of Finance raised the cut-offs in fixed rate PIB auctions that made the bond yields quite sticky.

Like the previous month, in T-bill auctions conducted in November, approximately 50% participation was witnessed in 3-month tenor as market participants continue to minimize duration of the portfolio. Overall, moderate participation of worth PKR 1,233bn was observed against the target of PKR 1,100bn. Since most of the participation was at significantly higher rates, bids of only PKR 242bn were accepted. Latest cut-off rate rose to 8.5003% (+25 bps MoM) for 3-month tenor, while Ministry of Finance (MoF) remained reluctant in issuing 6-month and 12-month instruments. PIB floaters, on the other hand, received overwhelming market interest as against a target of PKR 200bn, bids worth PKR 323bn were received while acceptance stood at PKR 180bn. Auction of fixed rate PIBs was conducted after the monetary tightening, and it received a participation of PKR 242bn at significantly higher rates against a target of PKR 150bn. Despite that, MoF accepted PKR 101bn across 3-year, 5-year and 10-year at 11.34%, 11.59% and 11.79% respectively.

# 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 91,367 Million
Launch Date	31.12.1996
Bid Price (31.12.1996)	PKR 99.50
Bid Price (30.11.2021)	PKR 1,330.6
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
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Omer Farooq	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 November 2021 Managed Fund's (MF) Unit Price decreased by PKR 18.27 (-1.35%) net of fund management fee.

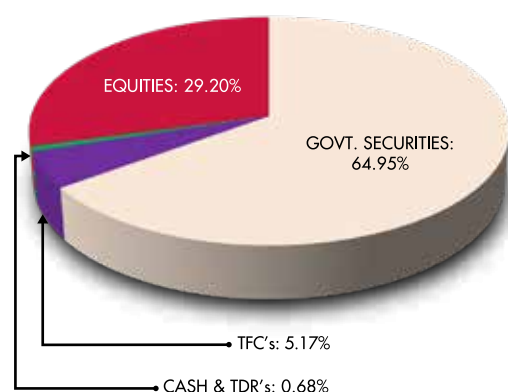


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	- 1.35%
3 months	- 1.50%
12 months	3.22%
Calendar YTD	1.66%
Since Inception	1237.29%
Since Inception (annualized)	10.96%
5 Years	20.72%
10 Years	128.44%

## ASSET ALLOCATION

ASSETS	NOVEMBER-21	OCTOBER-21
Government Securities	64.95%	65.40%
Term Finance Securities	5.17%	5.06%
Cash and Short Term Deposits	0.68%	0.69%
Equities	29.20%	28.84%



# 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 28,429 Million
Launch Date	28.07.2004
Bid Price (28.07.2004)	PKR 100
Bid Price (30.11.2021)	PKR 794.16
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

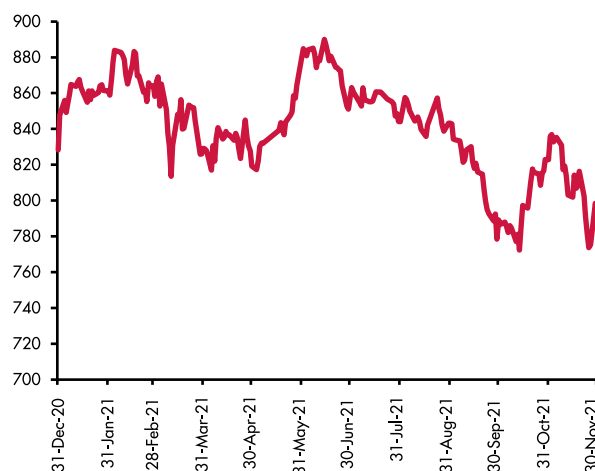
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Omer Farooq	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 November 2021 Capital Growth Fund's (CGF) Unit Price decreased by PKR 28.71 (-3.49%) net of fund management fee.

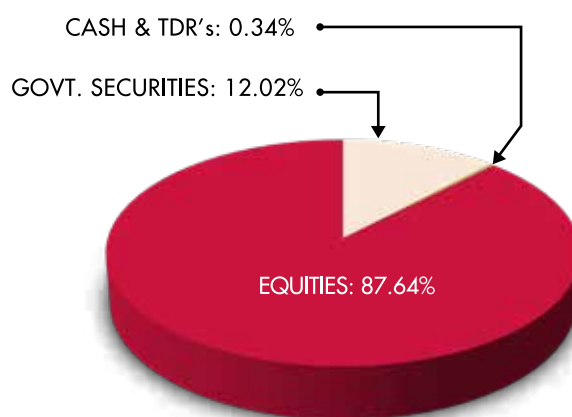


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	- 3.49%
3 months	- 5.82%
12 months	- 0.62%
Calendar YTD	- 4.12%
Since Inception	694.16%
Since Inception (annualized)	12.68%
5 Years	- 17.75%
10 Years	236.54%

## ASSET ALLOCATION

ASSETS	NOVEMBER-21	OCTOBER-21
Government Securities	12.02%	14.04%
Cash and Short Term Deposits	0.34%	1.08%
Equities	87.64%	84.88%



# 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 7,249 Million
Launch Date	27.03.2008
Bid Price (27.03.2008)	PKR 475.00
Bid Price (30.11.2021)	PKR 1,145.49
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

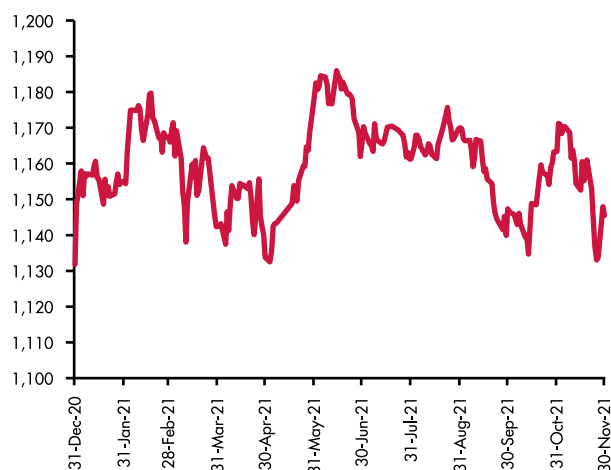
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Omer Farooq	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 November 2021 Meesaq Fund's (MEF) Unit Price decreased by PKR 17.89 (-1.54%) net of fund management fee.

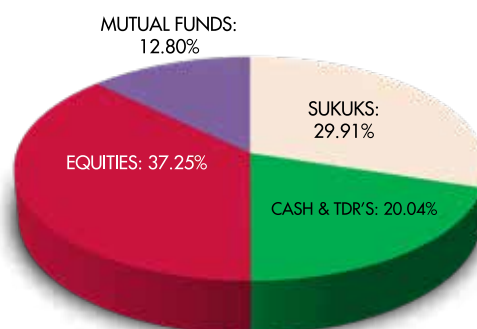


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	- 1.54%
3 months	- 2.10%
12 months	3.23%
Calendar YTD	1.21%
Since Inception	141.15%
Since Inception (annualized)	6.64%
5 Years	12.68%
10 Years	106.55%

## ASSET ALLOCATION

ASSETS	NOVEMBER-21	OCTOBER-21
Sukuks	29.91%	34.73%
Cash and Short Term Deposits	20.04%	19.15%
Equities	37.25%	32.42%
Mutual Funds	12.80%	13.69%



# 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 6,108 Million
Launch Date	01.06.2009
Bid Price (01.06.2009)	PKR 475.00
Bid Price (30.11.2021)	PKR 1,438.87
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

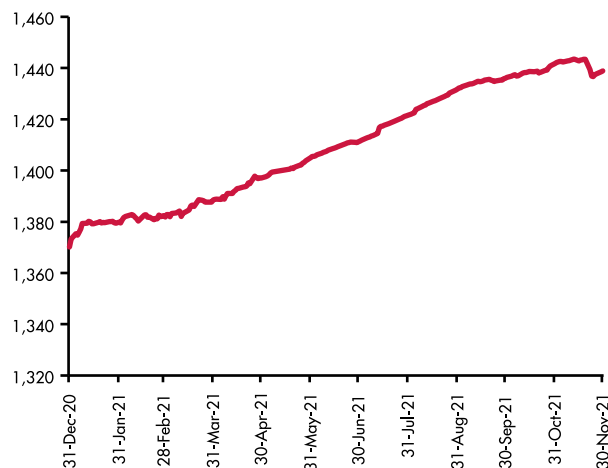
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## INVESTMENT MANAGEMENT COMMITTEE

MEMBERS	DESIGNATION
Javed Ahmed	Chairman/CEO
Omer Farooq	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 November 2021 Yaqeen Growth Fund's (YGF) Unit Price decreased by PKR 2.81 (-0.19%) net of fund management fee.

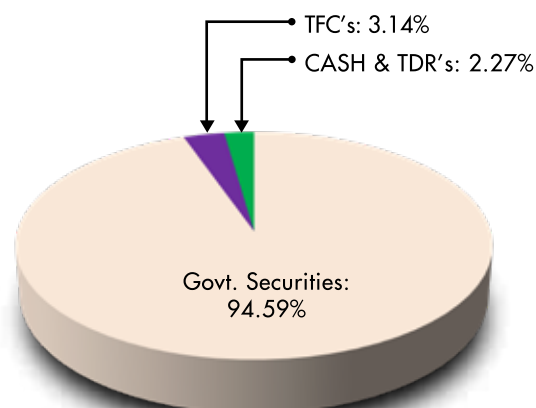


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	- 0.19%
3 months	0.50%
12 months	5.86%
Calendar YTD	5.02%
Calendar YTD (annualized)	5.50%
Since Inception	202.92%
Since Inception (annualized)	9.27%
5 Years	46.58%
10 Years	137.88%

## ASSET ALLOCATION

ASSETS	NOVEMBER-21	OCTOBER-21
Government Securities	94.59%	94.86%
Term Finance Securities	3.14%	3.39%
Cash and Short Term Deposits	2.27%	1.75%



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: Your Query to 8554

E-mail: [info@jubileelife.com](mailto:info@jubileelife.com),  
[complaints@jubileelife.com](mailto:complaints@jubileelife.com)

Website: [www.jubileelife.com](http://www.jubileelife.com)