



INVESTMENT FACT SHEET
FOR THE MONTH OF SEPTEMBER 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 September 2024, the PSX made significant strides as the benchmark KSE-100 index touched an all-time high of 82,248 points before closing at 81,114 for the month, recording a gain of 2,626 points during the month. This impressive surge was driven by several positive developments, including the faster than expected decline in inflation (9.6% for Sept'24) in light of which SBP cut the policy rate further by 200bps to 17.5%. It was then followed by the much-awaited IMF Executive Board approval for US\$7bn Extended Fund Facility (EFF), with immediate disbursement of first tranche of ~US\$1bn in the outgoing month.

On the economic front, local fuel prices witnessed downward revision for two consecutive fortnights with a cumulative drop in petrol prices of PKR 12.07/ltr to PKR 247.03/ltr, while the price of HSD dropped by PKR 16.46/ltr, reaching PKR 249.69/ltr. PKR remained quite stable against USD in the inter-market, closing at PKR 277.71/USD. The country's total FX reserves stood at USD 15.98bn, with SBP reserves standing at USD 10.70bn. The CAB also saw a 1.3x M/M increase, reporting a surplus of USD 75mn in Aug'24.

The major numbers during the month:

- **Current account surplus clocked in at USD 75mn in Aug'24.**
- **CPI inflation in Sep'24 stood at 6.93% Y/Y, compared to 9.63% in Aug'24.**
- **PKR remained stable against USD closing at PKR 277.71/ USD.**
- **A major reduction in global oil prices, with Brent at USD 73.12/bbl mark. While Coal slightly down at USD 112.75/mt.**

The ISMI output for Jul'24 increased by 2.38% Y/Y. The main contributors towards overall growth of 2.38% are Food (0.63), Tobacco (0.81), Textile (1.48), Garments (1.37) and Petroleum products (0.41) on the positive side. While negative contribution mainly came from Cement (-0.38), Iron & steel products (-0.70), Electrical equipment (-0.69), Automobiles (-1.01), and Furniture (-1.36).

Cement dispatches recorded 5.63% Y/Y decrease in Sep'24, with total dispatches at 3.54MT compared to 3.75MT in Sep'23. The sale of petroleum products witnessed a jump of 20% M/M and clocked in at 1.27MT in Sep'24. Moreover, the country's auto sales for Aug'24 recorded 8,699 units, a mere growth of 1.3% compared to the previous month.

ECONOMY UPDATE

MACROECONOMIC INDICATORS

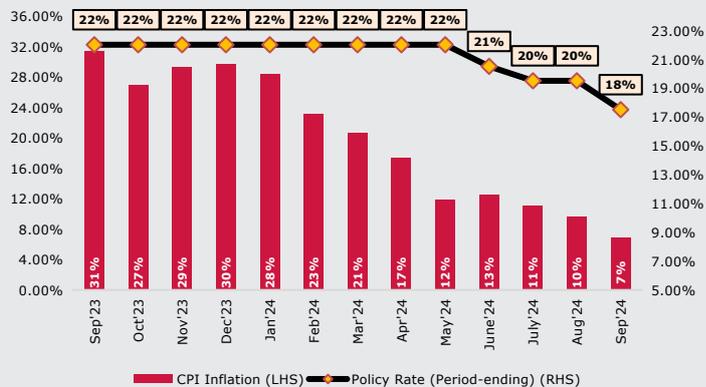
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	FYTD
Trade Deficit (USD mn)	Aug	(2,227)	(2,445)	(4,672)
Remittances (USD mn)	Aug	2,943	2,995	5,938
Current A/C Balance (USD mn)	Aug	75	(246)	(171)
FDI (USD mn)	Aug	214	136	350
Tax Collection* (PKR bn)	Sept	996	797	2,452
M2 Growth	Sept			-2.57%

Source SBP, FBR

* Provisional figures

In Aug'24, trade deficit narrowed to USD 2,227mn compared to USD 2,445mn during previous month, a decrease of 8.9% on a monthly basis. Cumulatively, the trade deficit for 2MFY25 clocked at USD 4.67bn compared to USD 3.84bn, showing an expansion of 22% YoY. In Sep 2024, FBR collected PKR 996 billion in taxes, surpassing the month's target by PKR 11 billion.

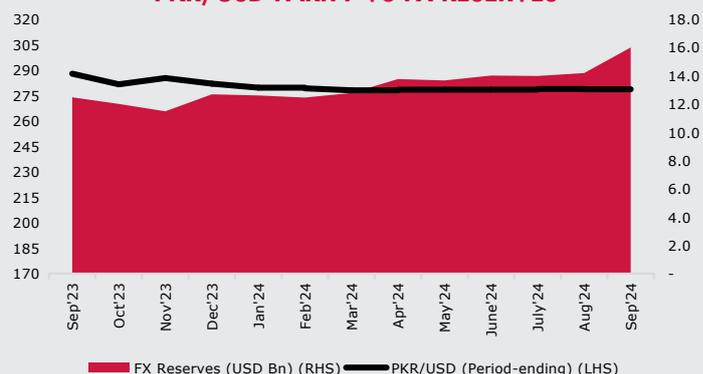
INFLATION



Source: PBS

The national CPI during the month of Sep'24 stood at 6.93% Y/Y compared to 9.63% Y/Y in the previous month. On a M/M basis, CPI inflation decreased by -0.52% in Sep'24 compared to 0.38% in the previous month. To note, RIR still stands at a significant 10.57%.

PKR/USD PARITY VS FX RESERVES



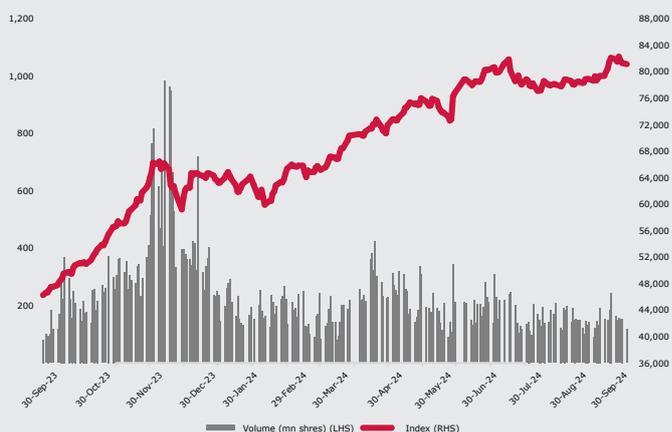
Source: SBP

As of 27th Sep 2024, Net reserves with SBP stood at USD 10.70bn, while commercial banks reserves held USD 5.28bn, bringing the total reserves to USD 15.98bn. During the same period, PKR remained stable against the US Dollar, maintaining a rate of PKR 277.71/USD.

CAPITAL MARKETS UPDATE

EQUITY MARKET

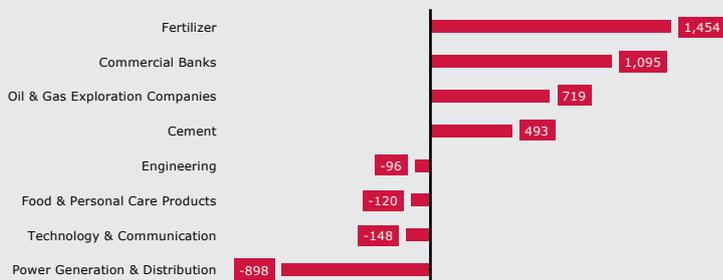
KSE-100 ONE YEAR PERFORMANCE



Source: PSX

In Sep, KSE-100 index continued its upward trend, hitting an all-time high of 82,248. This remarkable performance translated to a monthly gain of 3.3%, adding 2,626 points to close at 81,114. However, trading activity was relatively muted with an average volume of 527mn shares (down by 2.23% M/M), while the average traded value at PKR 16.07bn (down by 13.88% M/M). Investor confidence received a notable boost from the following developments: 1) IMF board approval of USD 7bn 37-month EFF, with an immediate disbursement of first tranche of ~US\$ 1bn; 2) A further 200 bps cut in interest rates by SBP, with the policy rate now standing at 17.5%; 3) A downward trend in secondary market yields coupled with lower-than-expected CPI inflation, increasing the likelihood of another rate cut in the next MPC meeting.

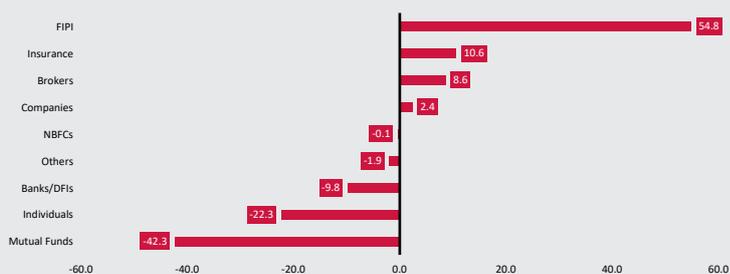
SECTOR WISE TOP CONTRIBUTORS



Source: PSX

The major sectors driving the robust performance of equity benchmark during the month were Fertilizer (+1,454 points), Commercial Banks (+1,095 points), Oil & Gas Exploration (+719 points), Cement (+493 points), Leather and Tanneries (+127 points). On the other hand, sectors that contributed negatively to market performance are Power Generation & Distribution (-898 points), Technology & Communication (-148 points), Food & Personal Care Products (-120.23 Points), Engineering (-96 points), Refinery (-62 points).

FIPI LIPI



Foreigners were net sellers of USD 54.8mn with major outflows recorded in Fertilizer (USD 22mn), E&Ps (USD 13.8mn), Banks (USD 11.1mn) and Cement (USD 4.5mn). On the other hand, the only inflow was recorded in Technology (USD 3.7mn).

On the domestic front, Mutual Funds (USD 42.3mn), Individuals (USD 22.3mn) and Banks/DFIs (USD 9.8mn) were the major net buyers. While net selling was noted by Insurance (USD 10.6mn), Brokers (USD 8.6mn), and Companies (USD 2.4mn).

CAPITAL MARKETS UPDATE

DEBT MARKET

YIELD CURVE



Source: MUFAP

Secondary market yields for 3, 6 and 12-months T-bills closed at 15.52% (-253 bps MoM), 14.64% (-297 bps MoM) and 13.48% (-347 bps MoM) respectively. Yields for longer term instruments including 3-year fixed rate PIBs closed at 12.30% (-304 bps MoM), 5-year closing at 12.19% (-260 bps MoM) and 10-year closing at 12.12% (-132 bps MoM) respectively.

KIBOR

INSTRUMENT	SEPT-24	AUG-24
Kibor-3 Month	16.13%	18.05%
Kibor-6 Month	15.20%	17.91%
Kibor-12 Month	14.40%	17.32%

Source: SBP

During the month, the Kibor rates for the 3-month, 6-month and 12-month periods wrapped up at 16.13% (-192bps MoM), 15.20% (-271bps MoM) and 14.40% (-292bps MoM).

AUCTION UPDATE

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
T-BILLS			
3-Month	17.48%	17.49%	-1
6-Month	17.74%	17.74%	0
12-Month	17.00%	17.00%	0
FIXED RATE PIBS			
2 year	13.98%	-	-
3 year	12.90%	16.25%	-335
5 year	13.40%	15.30%	-190
10 year	13.20%	-	-
FLOATING RATE PIBS - QUARTERLY			
2 year	-	-	-
3 year	-	61	-
FLOATING RATE PIBS - SEMI ANNUAL			
5 year	112	107	-
10 year	193	184	10bps

Source: SBP

During the month, the State Bank of Pakistan received bids worth PKR 3,043 bn in Treasury bills auction, outweighing the overall target of PKR 1,175 bn. Since all the bids were rejected in the latest auction held on September 18, 2024, MoF acceptance was worth only PKR 755 bn held on September 4, 2024. Thus, the latest cut-off stands at 17.4799% (-1 bps MoM), 17.7399% (0 bps MoM) and 16.9989% (0 bps MoM) for 3-months, 6-months and 12-months respectively.

In addition, participation of PKR 1,836 bn was observed in auction of floating-rate bonds at relatively higher rates against the target of PKR 850 billion. All the bids were rejected in FRB auction held on September 18, 2024, along with newly introduced 2-year semiannual reset FRB. During the period quarterly reset FRBs were discontinued. The MoF accepted bids worth PKR 219 bn only in semi-annual reset FRBs. Latest cut-off spread closed at 112 bps (5 bps MoM) for 5-year and 136 bps (2 bps MoM) for 10-year FRBs.

STRATEGY & OUTLOOK



EQUITY MARKET:

As we look forward, we anticipate that the equity market will maintain its upward trajectory, driven by increased investor confidence stemming from Pakistan's active participation in the 37-month Extended Fund Facility, and the notable decline in CPI readings mandating additional policy rate cuts. However, it is important to consider that shifts in government policies, economic indicators, global developments, and rising political tensions could alter market expectations.

Key triggers which can have an impact on benchmark include:

- Adherence to structural benchmarks & targets of the IMF program.
- Continued monetary easing on the back of moderating headline inflation.
- Continuity of reforms along side political stability.
- Rising global conflicts pushing up oil prices, possibly triggering a fear-driven rally in crude and endangering Pakistan's external account recovery.

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

DEBT MARKET:

In the backdrop of receding inflationary pressure, the Monetary Policy Committee has reduced the policy rate by an additional 200 bps on September 12, 2024, bringing it to 17.50%. Inflation for September 2024 further eased to 6.9%, marking a four-year low with a 0.52% month-over-month decline, primarily due to lower prices in the food, housing, and transportation indices bringing real interest rates significantly in the positive territory.

On the external front, government has secured IMF program amid no requirement yet to introduce a mini budget, providing macroeconomic stability. Further, government launched its first ever T-bills buyback program indicating surplus funds, primarily driven by SBP reported profit of ~PKR 3.4 trillion out of which 80% has been transferred to Government, leading to subsequent efforts towards reduction in the borrowing costs. Given the current favourable economic conditions and a positive outlook, we believe MPC will consider reducing policy rate by another 100-200 bps. Given that the market has already priced in a 200-300 bps rate cut in the forthcoming monetary policies, it is expected that market yields may remain stable within the current range or experience a slight reversal going forward.

Considering the existing macroeconomic conditions 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 92% in high yielding fixed income instruments and minimal allocation of 8% in equities.
- **Jubilee Life Aggressive Fund:** Equity allocation in JL Aggressive fund is around 31% to capitalize on returns from stable macro-economic environment. Investment in government securities and bank placements is 69%, 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 81% allocation in government backed instruments, along with 19% 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

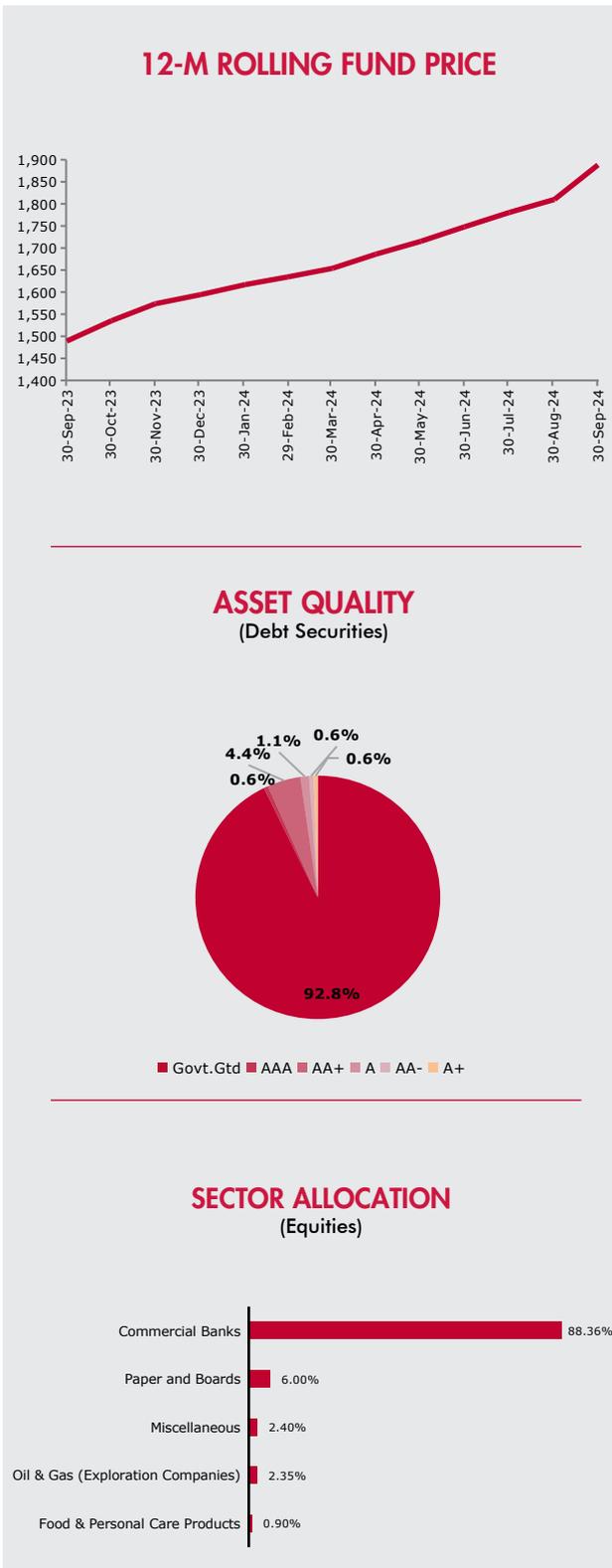
Fund Manager's Report
September 2024

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 September 2024 Balanced Fund's (BF) Unit Price increased by PKR 78.23 (4.32%). The fund's allocation to government securities stands at 84.9% at month end against 89.26% last month while allocation to equities is at 5.37% versus 4.22% last month. Within sectors, the fund is tilted towards Commercial Banks with a total allocation of 88.36% followed by Paper and Boards, Miscellaneous and Oil & Gas (Exploration Companies) with a sector allocation of 6.00%, 2.40% and 2.35% respectively.



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Balanced Fund
Net Assets	PKR 73,138 Million
Launch Date	31.12.1996
NAV Per Unit At Launch Date (31.12.1996)	PKR 99.50
NAV Per Unit At month end (30.09.2024)	PKR 1,888.24
Category	Balanced Fund
Pricing Mechanism Risk	Forward on daily basis
Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.14%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	4.32%
3 months	8.02%
12 months (365 days)	26.80%
Calendar YTD	18.44%
Since Inception (annualized)	11.18%
5 Years (annualized)	11.61%
10 Years (annualized)	8.60%

ASSET ALLOCATION

ASSETS	SEPTEMBER-24	AUGUST-24
Government Securities	84.90%	89.26%
Term Finance Securities	6.15%	6.22%
Cash and Short Term Deposits	0.18%	0.30%
Equities	5.37%	4.22%
Mutual Funds	3.38%	0.00%
Others Including Receivables	0.004%	0.004%

JUBILEE LIFE AGGRESSIVE FUND

Fund Manager's Report
September 2024

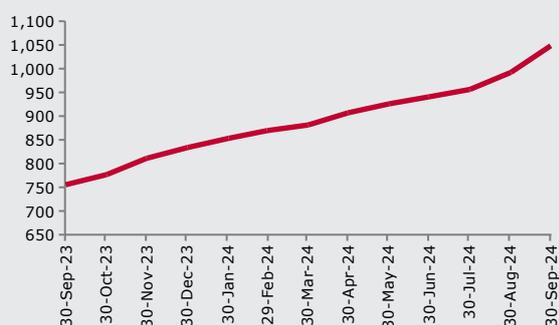
FUND OBJECTIVE

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.

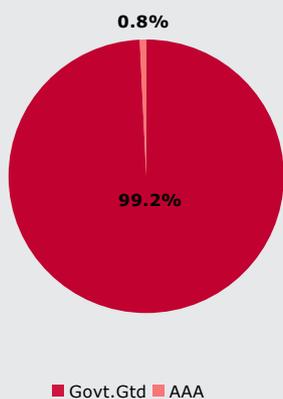
FUND MANAGER'S COMMENTS

During the month of September 2024 Aggressive Fund's (BF) Unit Price increased by PKR 55.98 (5.64%). The fund's allocation to government securities stands at 68.74% at month end against 76.88% last month while allocation to equities is at 22.32% versus 22.73% last month. Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 57.42% followed by Commercial Banks, Textile Composite and Paper & Boards with a sector allocation of 32.62%, 4.43% and 2.21% respectively.

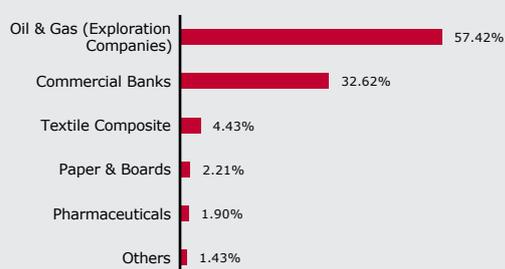
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Aggressive Fund
Net Assets	PKR 29,767 Million
Launch Date	28.07.2004
NAV Per Unit At Launch Date (28.07.2004)	PKR 100.00
NAV Per Unit At Month end (30.09.2024)	PKR 1,048.26
Category	Aggressive Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.14%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	5.64%
3 months	11.45%
12 months (365 days)	38.77%
Calendar YTD	25.72%
Since Inception (annualized)	12.34%
5 Years (annualized)	7.55%
10 Years (annualized)	6.02%

ASSET ALLOCATION

ASSETS	SEPTEMBER-24	AUGUST-24
Government Securities	68.74%	76.88%
Cash & Short Term Deposits	0.51%	0.34%
Equities	22.32%	22.73%
Mutual Funds	8.43%	0.00%
Others Including Receivables	0.01%	0.05%

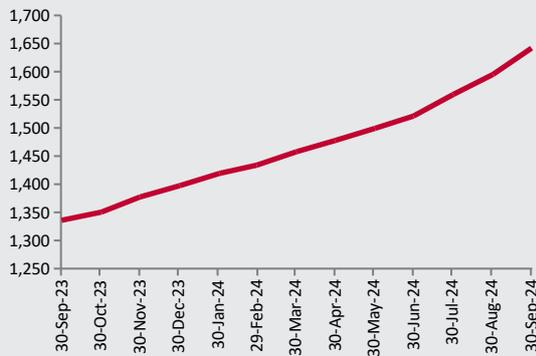
FUND OBJECTIVE

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.

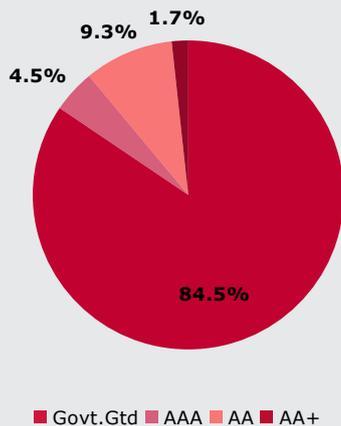
FUND MANAGER'S COMMENTS

During the month of September 2024 Meesaq Balanced Fund's Unit Price increased by PKR 46.66 (2.93%). The fund's allocation to government securities stands at 80.78% at month end against 73.74% last month while allocation to equities is at 11.01% versus 19.89% last month

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Meesaq Balanced Fund
Net Assets	PKR 4,542 Million
Launch Date	27.03.2008
NAV Per Unit At Launch Date (27.03.2008)	PKR 475.00
NAV Per Unit At Month end (30.09.2024)	PKR 1,641.85
Category	Balanced Fund (Non-interest Bearing)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.13%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.93%
3 months	7.94%
12 months (365 days)	22.90%
Calendar YTD	17.49%
Since Inception (annualized)	7.80%
5 Years (annualized)	10.98%
10 Years (annualized)	7.98%

ASSET ALLOCATION

ASSETS	SEPTEMBER-24	AUGUST-24
Government Securities	80.78%	73.74%
Sukuks	5.37%	5.25%
Cash and Short Term Deposits	2.80%	1.10%
Mutual Funds	11.01%	19.89%
Others Including Receivables	0.03%	0.04%

JUBILEE LIFE GOVERNMENT SECURITIES FUND

Fund Manager's Report
September 2024

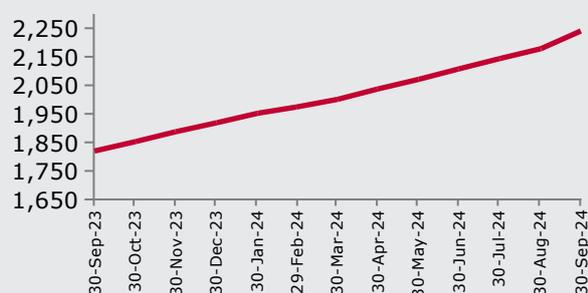
FUND OBJECTIVE

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.

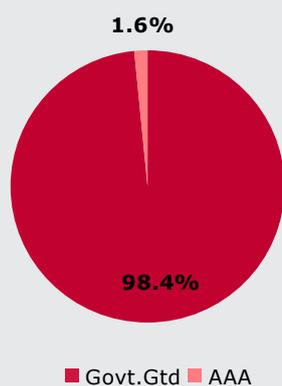
FUND MANAGER'S COMMENTS

During the month of September 2024 Government Securities Fund's (GSF) Unit Price increased by PKR 62.05 (2.85%). The fund's allocation to government securities stands at 98.45% at month end against 98.39% last month while allocation to cash and short-term deposits is at 1.54% versus 1.6% 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 26,580 Million
Launch Date	01.06.2009
NAV Per Unit At Launch Date (01.06.2009)	PKR 475.00
NAV Per Unit At Month end (30.09.2024)	PKR 2,240.36
Category	Government Securities Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.14%
Pricing Days	Monday to Friday
Weighted Average Maturity	1001 Days

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.85%
3 months	6.32%
12 months (365 days)	23.12%
Calendar YTD (annualized)	22.93%
Since Inception (annualized)	10.64%
5 Years (annualized)	14.83%
10 Years (annualized)	11.03%

ASSET ALLOCATION

ASSETS	SEPTEMBER-24	AUGUST-24
Government Securities	98.454%	98.389%
Cash and Short Term Deposits	1.539%	1.602%
Others Including Receivables	0.007%	0.009%

TOP TEN HOLDINGS

BALANCED FUND

CPPL
HBL
POL
SHFA
TOMCL

AGGRESSIVE FUND

BAHL
CPPL
FEROZ
HBL
IIP
MARI
OGDC
POL
SHFA
TOMCL

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