



# **INVESTMENT FACT SHEET**

## FOR THE MONTH OF FEBRUARY 2021

# FROM INVESTMENT DESK

## ECONOMY AND CAPITAL MARKETS UPDATE

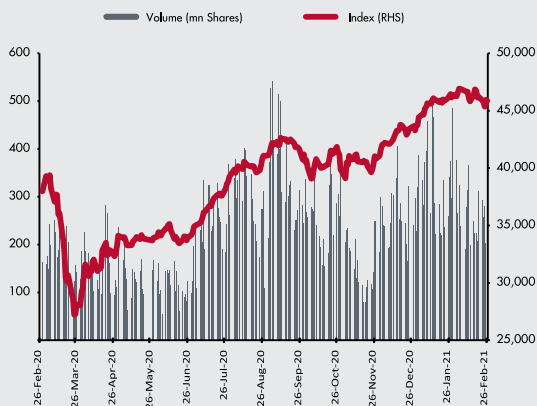
### ECONOMIC SUMMARY

KEY INDICATORS	REPORTED MONTH	CURRENT	PREVIOUS	YTD
CPI Inflation	Feb	8.70%	5.65%	8.27%
Trade Deficit (USD mn)	Jan	(2,344)	(2,762)	(13,742)
Remittances (USD mn)	Jan	2,274	2,437	16,477
Current A/C (USD mn)	Jan	(229)	(652)	912
FDI (USD mn)	Jan	193	194	1,146
Tax Collection ** (PKR bn)	Feb	343	363	2,916
M2 Growth*				3.30%
FX Reserves* (USD bn)	Feb			20.04

Source: SBP, PBS

\* Latest monthly figures \*\* provisional figures

### KSE-100 ONE YEAR PERFORMANCE



Source: PSX

### SECONDARY MARKET PKRVs

TENOR	FEB-21	JAN-21	CHANGE (bps)
30 Days	7.11	7.15	(4)
60 Days	7.13	7.18	(5)
3 Months	7.21	7.18	3
6 Months	7.51	7.42	9
1 Year	7.80	7.74	6
3 Year	9.20	8.65	55
5 Year	9.85	9.55	30
10 Year	10.20	10.03	17

Source: MUFAP

### ECONOMIC REVIEW

The inflation for Feb'21 stood at 8.70% on a YoY basis. On MoM basis, it increased by 1.80% as compared to a decrease of 0.21% in Jan'21. The main contributors to this rise in inflation levels were non-perishable food items (+14.66% YoY), clothing and footwear (+11.34% YoY) and electricity rates (+10.64% YoY). The current account posted a deficit in month of Jan'21 of USD 229 mn, reducing the total current account surplus to USD 912 mn for 7MFY21. Comparatively, for 7MFY20 the current account stood in a deficit of USD 2.54 bn. The overall deficit fell by ~65% MoM from a deficit USD 652 mn in Dec'21. This MoM decline in deficit was due to decline in imports (-11.50% MoM). However, exports and remittances also remained sluggish and posted a MoM decline of 7% and 6.70% respectively in Jan'21. Foreign exchange reserves declined by USD 80mn to stand at USD 20.04 bn for the month. FBR collected total tax revenues of PKR 343 bn in Feb'21, surpassing the target of PKR 325 bn by 8%. Total collection for Jul-Feb posted growth of 6% YoY and stood at PKR 2,916 bn vs. target of PKR 2,898 bn.

### EQUITY MARKET REVIEW

Modest correction in February was witnessed after KSE-100 index posted return of ~35% in 7MFY21. During the outgoing month, the benchmark KSE-100 closed at 45,865, down by 1% MoM (-521 points). The average daily volume traded in Feb'21 of KSE-All Shares stood at 622 mn shares while value traded stood at PKR 26.17 bn. Decline in benchmark index was on back of profit taking, concerns on inflation and fears pertaining to FATF meeting. Factors that contributed positively towards the market were; vaccination of frontline health workers and senior citizens initiation of following receipt of 500,000 doses of Sinopharm donated by China. IMF and Pakistan reached a staff level agreement to receive additional USD 500 mn after the completion of 2nd review of Extended Fund Facility. On contrary side, Pakistan will continue to stay on the grey list of the Financial Action Task Force (FATF) till June'21 as compliance over 3 matters out of 27 action plan targets is still pending on the country's end. Sector wise, Commercial Banks (+155.89%), Oil and Gas Marketing Companies (+24.74%), Food and Personal Care (+21.20%), and Power Generation and Distribution (+21.03%) contributed positively towards the index while Cement (-122.58%), Technology and Communication (-43.24%), Oil and Gas Exploration (-19.03%), and Automobile Assembler (-11.05%) had a negative impact on index. Foreigners remained the net sellers of USD 6.18 mn with major outflow recorded in Commercial Banks (USD 10.87 mn) followed by Food and Personal Care (USD 3.23 mn), and Textile (USD 1.23 mn) while major inflows were recorded in Cement (USD 2.31 mn) and Power (USD 2.05 mn). On local front, Individuals and Companies remained net buyers with inflow of USD 33.40 mn and USD 22.87 mn respectively, while Insurance Companies, Banks and Brokers emerged as net sellers. Going forward, from a valuation perspective, Pakistan with forward P/E of 6.93x and dividend yield of ~5% is trading at discount of ~60% with respect to regional markets.

### DEBT MARKET REVIEW

Financial market participants have once again shown keen interest in T-Bills as monetary tightening seems probable. Against the target of PKR 1,400 bn, the T-Bill auctions witnessed massive participation of PKR 2,296 bn, out of which total bids of PKR 1,379 bn were accepted by SBP. The latest cut-off rates rose to 7.2486% (+8.89 bps MoM) for 3-month tenor, 7.5498% (+5.98 bps MoM) for 6-month tenor, while cut-off rates for 12-month tenor remained unchanged at 7.7989%. PIB floaters witnessed lackluster participation of PKR 77 bn, against the target of PKR 150 bn. Out of these, only bids worth PKR 50 bn were accepted by SBP at a spread of 30 bps. However, as Ministry of Finance showed its intent to issue fixed rate PIBs at higher levels, hefty participation of PKR 230 bn was witnessed against a target of PKR 100 bn, while SBP accepted cumulative bids of PKR 55 bn for 3-year, 5-year, 10-year and 20-year tenors at cut-off rates of 8.9934%, 9.5890%, 10.0500% and 10.5800%, respectively. Rising commodity prices and increasing import bill led longer tenor yields to inch up by 17-55 bps, while short term instruments remained a mixed bag.

# 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 97,239 Million
Launch Date	31.12.1996
Bid Price (31.12.1996)	PKR 99.50
Bid Price (28.02.2021)	PKR 1,334.92
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

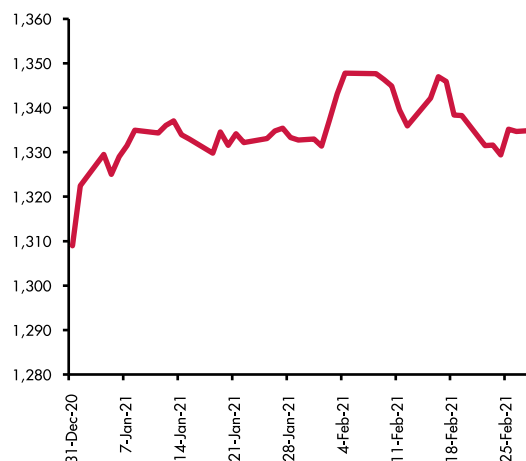
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## 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 February 2021 Managed Fund's (MF) Unit Price increased by PKR 1.94 (0.15%) net of fund management fee.

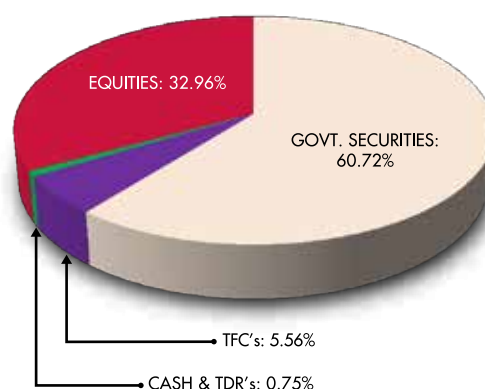


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	0.15%
3 months	3.55%
12 months	11.07%
Calendar YTD	1.98%
Since Inception	1241.62%
Since Inception (annualized)	11.34%
5 Years	36.93%
10 Years	152.19%

## ASSET ALLOCATION

ASSETS	FEBRUARY-21	JANUARY-21
Government Securities	60.72%	58.47%
Term Finance Securities	5.56%	5.50%
Cash and Short Term Deposits	0.75%	1.17%
Equities	32.96%	34.86%



# 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 30,588 Million
Launch Date	28.07.2004
Bid Price (28.07.2004)	PKR 100
Bid Price (28.02.2021)	PKR 864.09
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

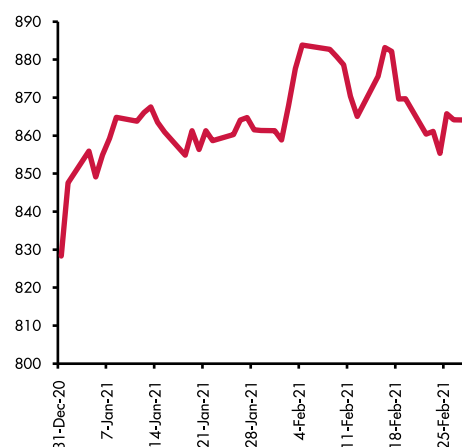
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## 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 February 2021 Capital Growth Fund's (CGF) Unit Price increased by PKR 2.79 (0.32%) net of fund management fee.

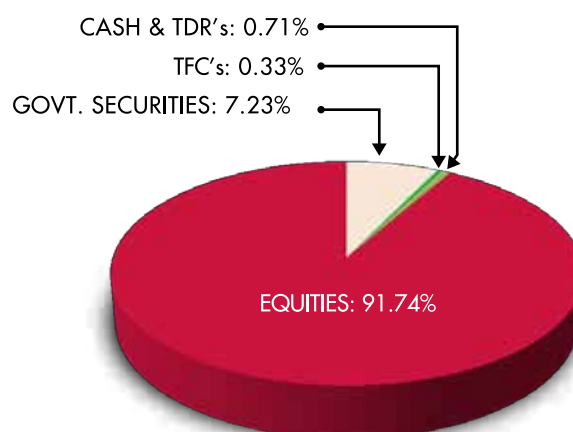


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	0.32%
3 months	8.14%
12 months	3.66%
Calendar YTD	4.32%
Since Inception	764.09%
Since Inception (annualized)	13.87%
5 Years	22.68%
10 Years	261.62%

## ASSET ALLOCATION

ASSETS	FEBRUARY-21	JANUARY-21
Government Securities	7.23%	9.99%
Term Finance Securities	0.33%	0.33%
Cash and Short Term Deposits	0.71%	1.70%
Equities	91.74%	87.99%



# 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 8,326 Million
Launch Date	27.03.2008
Bid Price (27.03.2008)	PKR 475.00
Bid Price (28.02.2021)	PKR 1,167.45
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

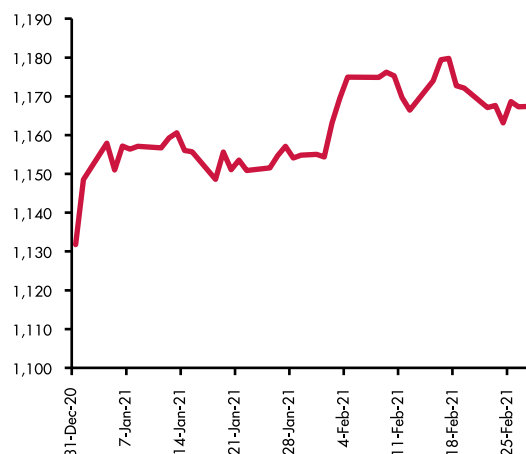
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## 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 February 2021 Meesaq Fund's (MEF) Unit Price increased by PKR 12.44 (1.08%) net of fund management fee.

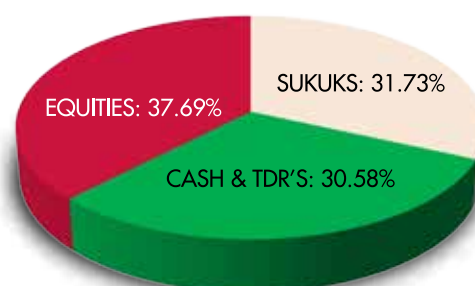


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.08%
3 months	5.21%
12 months	8.67%
Calendar YTD	3.15%
Since Inception	145.78%
Since Inception (annualized)	7.20%
5 Years	35.99%

## ASSET ALLOCATION

ASSETS	FEBRUARY-21	JANUARY-21
Sukuks	31.73%	32.34%
Cash and Short Term Deposits	30.58%	26.78%
Equities	37.69%	40.88%



# 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 4,524 Million
Launch Date	01.06.2009
Bid Price (01.06.2009)	PKR 475.00
Bid Price (28.02.2021)	PKR 1,382.41
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

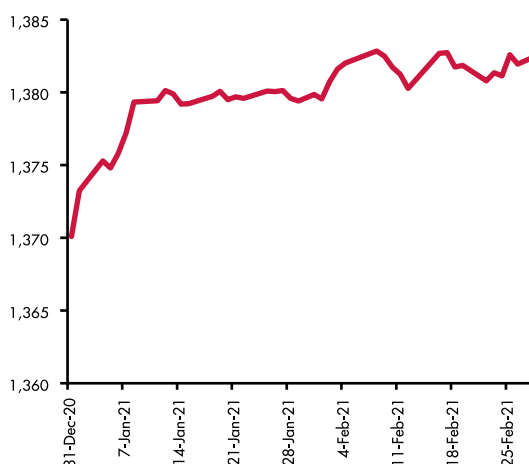
MEMBERS	DESIGNATION
Shahid Ghaffar	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Omer Farooq	Member/Secretary
Shan Rabbani	Member

## 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 February 2021 Yaqeen Growth Fund's (YGF) Unit Price increased by PKR 2.54 (0.18%) net of fund management fee.

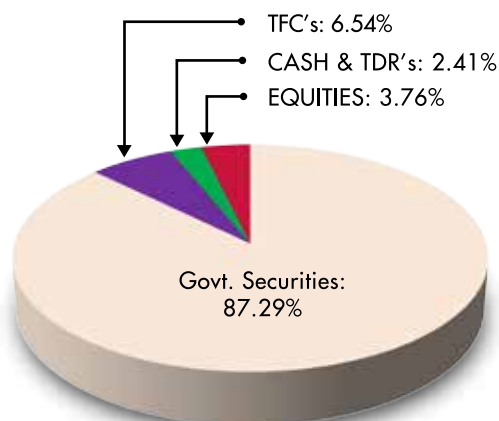


## FUND RETURNS

PERIOD	RATE OF RETURN
1 month	0.18%
3 months	1.71%
12 months	13.66%
Calendar YTD	0.90%
Calendar YTD (annualized)	5.70%
Since Inception	191.03%
Since Inception (annualized)	9.51%
5 Years	49.26%

## ASSET ALLOCATION

ASSETS	FEBRUARY-21	JANUARY-21
Government Securities	87.29%	87.31%
Term Finance Securities	6.54%	6.58%
Cash and Short Term Deposits	2.41%	1.75%
Equities	3.76%	4.36%



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