



INVESTMENT FACT SHEET
FOR THE MONTH OF DECEMBER 2023

GOVERNING COMMITTEES



BOARD FINANCE & INVESTMENT COMMITTEE

- **SHAHID GHAFFAR**
(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 the last month of the CY23, the PSX consistently achieved another new milestone as the benchmark KSE-100 Index surpassed the 66,000-mark in December 2023 and remained among the best-performing bourse in the region witnessing a M/M gain of 3%.

KSE-100 reflected an increase of 1,920 points and indicating strong investor confidence. In addition, the currency appreciated (1.16%) against USD in December as well, bolstering both the macroeconomic conditions and external outlook. On the political front, the announcement by the ECP to conduct elections on February 8, 2024, gave investors greater clarity on the political outlook.

On the positive note, petroleum product price significantly decreased. Petrol decreased by PKR 14/ltr while HSD noted a reduction of PKR 13.50/ltr. The country's FX reserves have maintained stability and stood at USD 13.2bn. In November 2023, the trade deficit amounted to USD 1.72bn, reflecting a 15% Y/Y decrease. Remittances in the same month witnessed a 7% Y/Y increase, reaching USD 2.25 bn. The CAD for the first five months of FY24 stands at USD 1.16 bn, indicating a substantial 64% Y/Y reduction compared to the corresponding period in the preceding fiscal year.

The major numbers during the month:

- The current account surplus has clocked in at USD 9mn in Nov'23.
- CPI inflation for Dec'23 stood at 29.66% Y/Y, compared to 29.33% in Nov'23.
- PKR gained 1.16% against USD during the month, closing at PKR 281.86/USD.
- Global energy prices have plunged, with Brent at USD 77.47/bbl mark and Coal at USD 101.25/mt.

The LSMI output for October'23 decreased by 4.08% Y/Y, primarily contributed by fertilizer (8.81%). Whereas this was partially offset by automobile (-58.31%), Iron & steel (-11.71%), cement (-11.71%), petroleum products (-8.19%), and garments (-1.83%).

During the month of December'23, Cement dispatches increased by 4.63% M/M and stood at 4.06mn tonnes. The sale of petroleum products witnessed a decline of 9% on monthly basis and clocked at 1.24MT in December'23. Moreover, country's auto sales for November'23 recorded at 7,700 units, an increase of 6% compared to previous month.

ECONOMY UPDATE

MACROECONOMIC INDICATORS

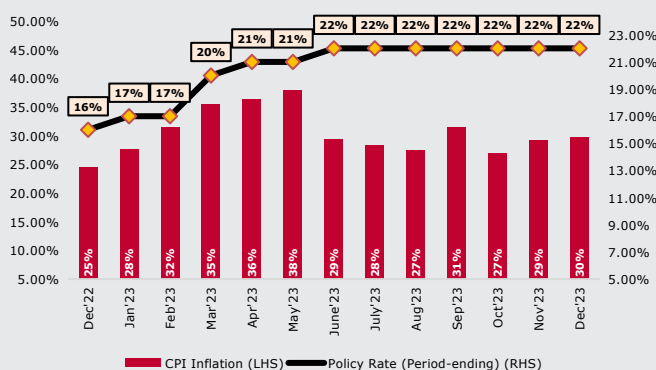
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	FYTD
Trade Deficit (USD mn)	Nov	(1,726)	(1,614)	(8,770)
Remittances (USD mn)	Nov	2,250	2,463	11,045
Current A/C Balance (USD mn)	Nov	9	(184)	(1,160)
FDI (USD mn)	Nov	131	122	655
Tax Collection* (PKR bn)	Dec	984	736	4,468
M2 Growth				4.40%

Source SBP, FBR

* Provisional figures

In November 2023, the trade deficit expanded by 7% M/M, to USD 1,726mn compared to the previous month's tally of USD 1,614mn. On a cumulative basis the trade deficit for the 5MFY24 came in at USD 8,770mn in contrast with USD 12,758mn in the SPLY, showing a contraction of 30.47% Y/Y. On the tax collection front, FBR managed to collect PKR 984bn, successfully surpassing PKR 740bn collected in SPLY.

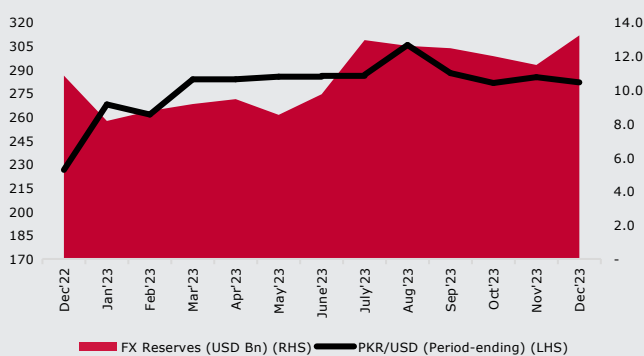
INFLATION



Source: PBS

The national CPI during the month of December'23 stood at 29.66% compared to 29.23% in the previous month. On a MoM basis CPI inflation increased by 0.8% mainly due to an increase in electricity charges.

PKR/USD PARITY VS FX RESERVES



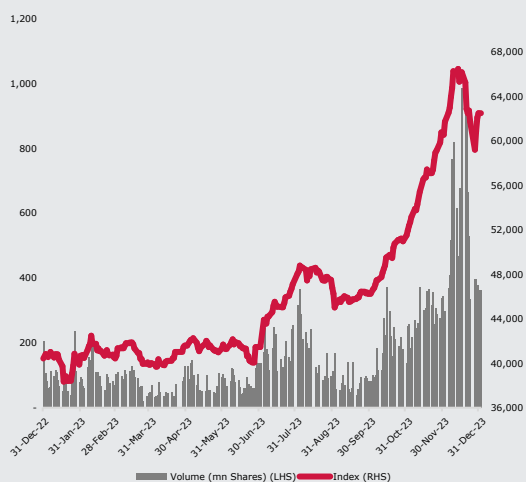
Source: SBP

FX Reserves as of December'23 was reported at USD 13.2bn, showing an increase of 15% compared to last month. While PKR appreciated against USD by 1.16% M/M hovering at PKR 281.86/USD.

CAPITAL MARKETS UPDATE

EQUITY MARKET

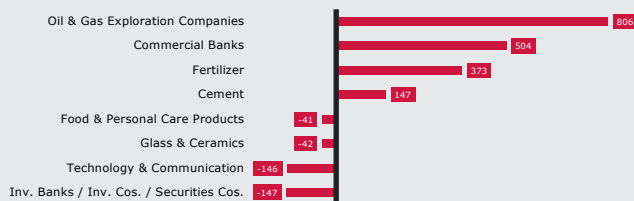
KSE-100 ONE YEAR PERFORMANCE



Source: PSX

KSE-100 shows consistently strong momentum and rises during the month of December gained 3.2% (+1,920 points), to close the month at 62,451 points. Average traded volume recorded at 1bn shares, an increase of 53% M/M, while average traded value stood at PKR 20bn, showing a decline of 5% MoM. The factors that contributed to bullish trend are: 1) Continued macro-economic stability 2) Highly attractive valuation 3) Expectation of earning growth 4) Going forward, decline in interest rate 5) Foreign inflows into PSX.

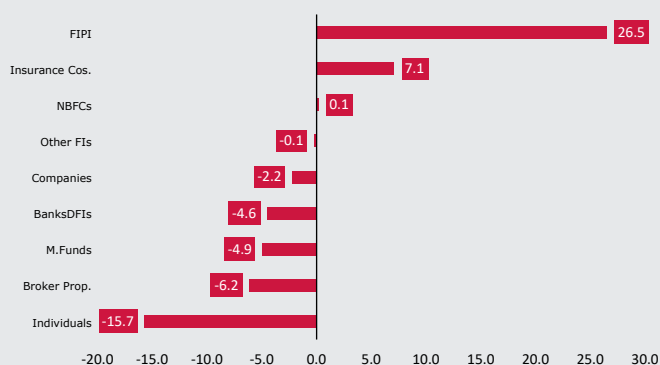
SECTOR WISE TOP CONTRIBUTORS



Source: PSX

The major sectors driving the equity benchmark index during the month were Oil & Gas Exploration companies (+806 points), Commercial banks (+504 points), Fertilizer (+373), Cement (+147 points), and Technology & Communication (+146 points).

FIPI LIPI



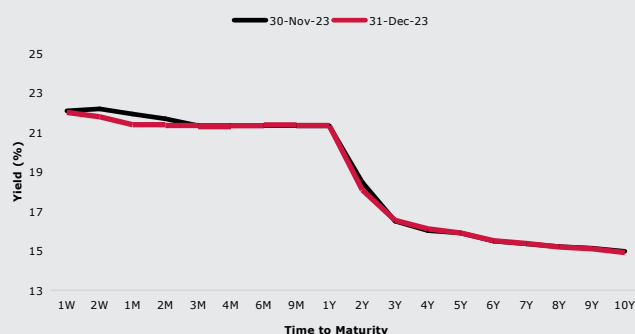
Foreigners were the net buyers aggregating USD 26.7mn with major inflows recorded in power (USD 7.5mn), Cement (USD 6.1mn), Power (USD 8.3mn), Fertilizers (USD 2.4mn) and OMCs (USD 0.8mn). On the other hand, outflows were recorded in E&Ps (USD 2.5mn).

On the domestic front, insurance companies were major buyers (7.2mn USD) while Banks/DFI, Mutual funds, Companies & individuals were major sellers with net outflow of USD 4.5mn, USD 5.1mn, USD 2.2mn & USD 1.6mn respectively.

CAPITAL MARKETS UPDATE

DEBT MARKET

YIELD CURVE



Source: MUFAP

Secondary market yields for 3, 6 and 12-months T-bills closed at 21.28% (-5 bps MoM), 21.37% (+4 bps MoM) and 21.32% (+2 bps MoM) respectively. In parallel, yield for long term instruments also exhibited stability within a certain range, whereby 3-year fixed rate PIBs closed at 16.54% (+4 bps MoM), 5-year closed at 15.90% (Unchanged) and 10-year closed at 14.91% (-6 bps MoM) respectively.

KIBOR

INSTRUMENT	DEC-23	NOV-23
Kibor-3 Month	21.46%	21.47%
Kibor-6 Month	21.49%	21.47%
Kibor-12 Month	21.71%	21.66%

Source: SBP

During the month, the Kibor rates for the 3-month, 6-month and 12-month periods wrapped up at 21.46% (-1bps MoM), 21.49% (2bps MoM) and 21.71% (5bps MoM).

AUCTION UPDATE

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
T-BILLS			
3-Month	21.4480%	21.4499%	-
6-Month	21.3999%	21.4299%	-3 bps
12-Month	21.4300%	21.4300%	-
FIXED RATE PIBS			
3 year	17.20%	17.39%	-19 bps
5 year	15.88%	15.95%	-7 bps
10 year	15.00%	15.10%	-10 bps
FLOATING RATE PIBS - QUARTERLY			
2 year	-	-	-
3 year	92 bps	89 bps	+3 bps
FLOATING RATE PIBS - SEMI ANNUAL			
5 year	125 bps	101 bps	+24 bps
10 year	156 bps	149 bps	+7 bps

During the month, the State Bank of Pakistan received bids worth PKR 7,419 bn Treasury bills auction, showing a significant bias towards 12-month T-bills, surpassing the overall target of PKR 2,760 billion. SBP accepted PKR 3,903 billion out of which approx. PKR 3,519 bn (90%) accepted in 12-months T-Bills. The latest cut-off rates were 21.4480%, 21.3999% and 21.4300% for 3-months, 6-months and 12-months respectively.

In addition, participation of PKR 870 bn was observed in auction of floating-rate PIBs against the target of PKR 560 billion. The persistent interest was spurred by the anticipation of narrowing spreads going forward. Notably, the Ministry of Finance (MoF) accepted bids worth PKR 229 bn, with spreads ranging from 92 to 156 bps. During the same period participation worth PKR 421 bn at relatively higher rates was observed in fixed rate PIBs auction against the target of PKR 190 bn. MoF accepted PKR 295 bn across the tenors. The Cut-offs for 3, 5 and 10-year PIBs closed at 17.1999%, 15.8800%, 15.0000%, down by -19bps, 7bps and 10bps respectively compared to last month.

STRATEGY & OUTLOOK



EQUITY MARKET:

We maintain our optimistic outlook on the stock market and expect that index continues to trade at attractive valuation multiples. However, range bound trajectory can be witnessed eagerly due to the any significant development while absence of institutional investors followed by essential structural reforms could serve as a hurdle in sustaining a comprehensive market rally.

Key triggers which can have an impact on benchmark include:

- **Expectation of continuous inflow of foreign investment in the equity market.**
- **Persistent improvement in macroeconomic factors.**
- **Political stability in the country as elections are approaching in February'24.**

We remain observant and closely monitor equity market performance and will capitalize on any opportunity that comes along to enhance returns for our policy holders.

DEBT MARKET:

During the period yields across the tenor followed a downward trajectory despite a higher-than-expected impact on inflation outlook due to recent gas price hike. The positive momentum in the market was further bolstered by the successful conclusion of the IMF Staff-level agreement. However, MPC in its meeting, left the policy rate unchanged despite committee assessed that the real interest rate continues to be positive on a 12-month forward-looking basis and inflation is expected to remain on a downward path. That leaves the door open for keeping rates at their current plateau.

Against this backdrop, we believe markets may be too optimistic in their interest rate expectations. With inflation still above the SBP's stated 20-22% target, we do not believe that significant monetary policy adjustments are required. Rather, we think the SBP will be more inclined to maintain the current stance to avoid re-acceleration of inflation when policy rates are cut prematurely.

Nevertheless, inflation figures, successful review of the IMF program scheduled in January 2024, conclusion of SBA with the IMF, negotiations for another long-term IMF program, and smooth conduct of the general election with a peaceful transfer of power will collectively influence the trajectory of the debt market.

Considering the existing macroeconomic conditions and anticipated trends in interest rates, we are inclined to towards a diversified portfolio aiming to strike a harmonious balance between risk and reward, all while safeguarding the best interests of our policyholders.

FUND WISE STRATEGY

- **Jubilee Life Balanced Fund:** Jubilee Life Balanced Fund is well poised to generate sustainable risk adjusted returns with sizable allocation (97%) in high yielding fixed income instruments and minimal allocation (3%) in equities.
- **Jubilee Life Aggressive Fund:** Equity allocation in JL Aggressive fund is reduced to 21% to minimize volatility in fund prices amid fragile macro-economic situation. Investment in government securities and bank placements is increased to 79% which is 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 88% allocation in government backed instruments, along with 12% exposure in high yielding corporate Sukuks and mutual funds, thereby maximizing the benefits derived from opportunities in the yield curve.

JUBILEE LIFE BALANCED FUND

Fund Manager's Report
December 2023

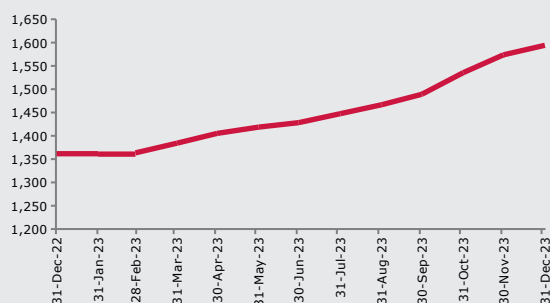
FUND OBJECTIVE

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

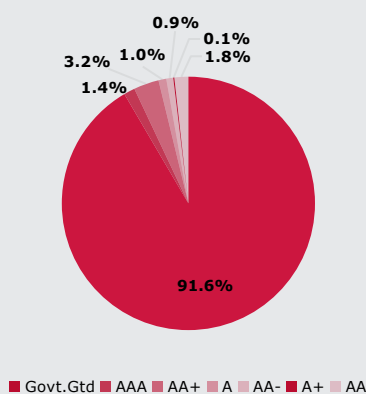
FUND MANAGER'S COMMENTS

During the month of December 2023 Balanced Fund's (BF) Unit Price increased by PKR 20.49 (1.3%). The fund's allocation to government securities stands at 88.71% at month end against 89.11% last month while allocation to equities is at 3.13% versus 3.14% last month. Within sectors, the fund is tilted towards Commercial Banks with a total allocation of 80.34% followed by Paper & Board, Miscellaneous and Oil & Gas (Exploration Companies) with a sector allocation of 11.46%, 3.21% and 2.68% respectively.

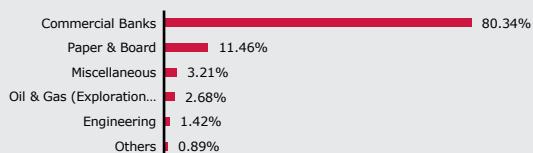
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Balanced Fund
Net Assets	PKR 74,417 Million
Launch Date	31.12.1996
NAV Per Unit At Launch Date (31.12.1996)	PKR 99.50
NAV Per Unit At month end (31.12.2023)	PKR 1,594.2
Category	Balanced Fund
Pricing Mechanism Risk	Forward on daily basis
Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.51%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.30%
3 months	7.06%
12 months (365 days)	17.08%
Calendar YTD	17.08%
Since Inception (annualized)	10.81%
5 Years (annualized)	8.32%
10 Years (annualized)	7.64%

ASSET ALLOCATION

ASSETS	DECEMBER-23	NOVEMBER-23
Government Securities	88.71%	89.11%
Term Finance Securities	7.52%	7.73%
Cash and Short Term Deposits	0.01%	0.00%
Equities	3.13%	3.14%
Others Including Receivables	0.64%	0.02%

JUBILEE LIFE AGGRESSIVE FUND

Fund Manager's Report
December 2023

FUND OBJECTIVE

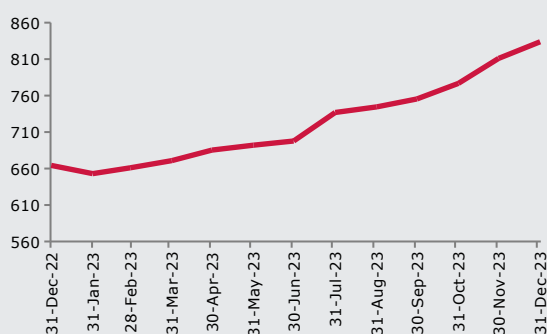
The objective of the fund is to maximize returns to policyholders by investing mainly in equity portfolio and partly in Government securities, Term Finance Certificates and bank deposits.

FUND MANAGER'S COMMENTS

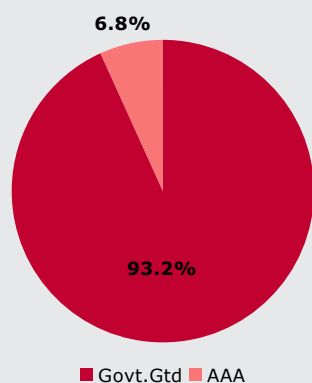
During the month of December 2023 Aggressive Fund's (AF) Unit Price increased by PKR 22.82 (2.81%). The fund's allocation to government securities stands at 73.73% at month end against 77.23% last month while allocation to equities is at 20.91% versus 20.69% last month.

Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 54.35% followed by Commercial Banks, Textile Composite and PAPER & BOARD with a sector allocation of 33.92%, 5.43% and 3.0% respectively.

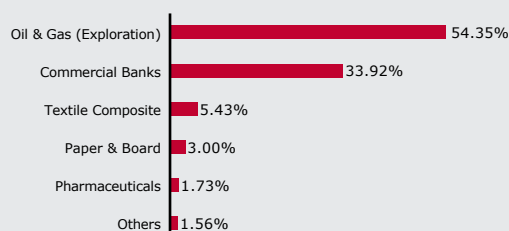
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Aggressive Fund
Net Assets	PKR 26,171 Million
Launch Date	28.07.2004
NAV Per Unit At Launch Date (28.07.2004)	PKR 100.00
NAV Per Unit At Month end (31.12.2023)	PKR 833.80
Category	Aggressive Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.61%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.81%
3 months	10.38%
12 months (365 days)	25.52%
Calendar YTD	25.52%
Since Inception (annualized)	11.53%
5 Years (annualized)	0.95%
10 Years (annualized)	6.14%

ASSET ALLOCATION

ASSETS	DECEMBER-23	NOVEMBER-23
Government Securities	73.73%	77.23%
Cash and Short Term Deposits	4.61%	2.05%
Equities	20.91%	20.69%
Others Including Receivables	0.74%	0.03%

MEESAQ BALANCED FUND

Fund Manager's Report
December 2023

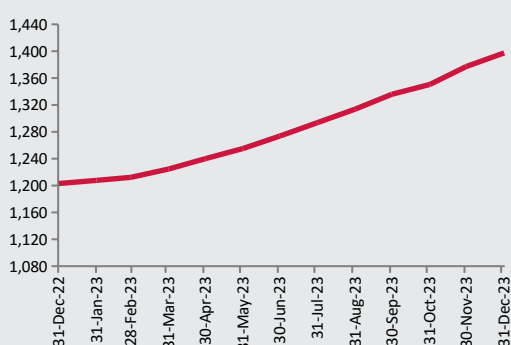
FUND OBJECTIVE

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.

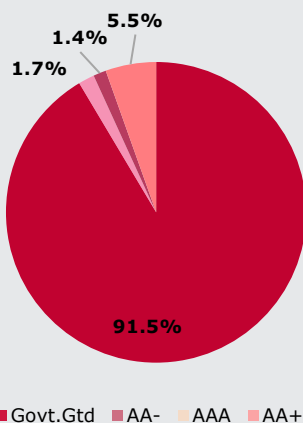
FUND MANAGER'S COMMENTS

During the month of December 2023 Meesaq Balanced Fund's Unit Price increased by PKR 20.13 (1.46%). The fund's allocation to sukuks stands at 87.54% at month end against 74.51% last month while allocation to equities is at 0.0% versus 10.31% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Meesaq Balanced Fund
Net Assets	PKR 5,098 Million
Launch Date	27.03.2008
NAV Per Unit At Launch Date (27.03.2008)	PKR 475.00
NAV Per Unit At Month end (31.12.2023)	PKR 1,397.41
Category	Balanced Fund (Non-interest Bearing)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.51%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.46%
3 months	4.60%
12 months (365 days)	16.16%
Calendar YTD	16.16%
Since Inception (annualized)	7.08%
5 Years (annualized)	7.05%
10 Years (annualized)	6.99%

ASSET ALLOCATION

ASSETS	DECEMBER-23	NOVEMBER-23
Government Securities	87.54%	74.51%
Sukuks	5.28%	6.49%
Cash and Short Term Deposits	0.02%	3.32%
Equities	0.00%	0.00%
Mutual Funds	5.45%	15.62%
Others Including Receivables	1.71%	0.05%

JUBILEE LIFE GOVERNMENT SECURITIES FUND

Fund Manager's Report
December 2023

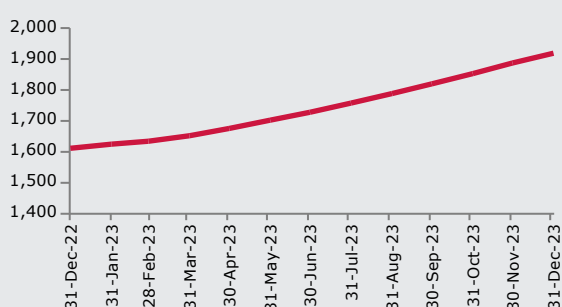
FUND OBJECTIVE

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.

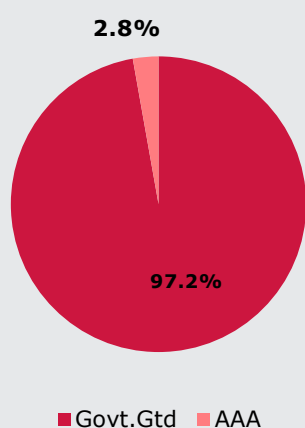
FUND MANAGER'S COMMENTS

During the month of December 2023 Government Securities Fund's (GSF) Unit Price increased by PKR 31.57 (1.67%). The fund's allocation to government securities stands at 97.21% at month end against 97.83% last month while allocation to cash and short term deposits is at 0.17% versus 2.13% 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 20,903 Million
Launch Date	01.06.2009
NAV Per Unit At Launch Date (01.06.2009)	PKR 475.00
NAV Per Unit At Month end (31.12.2023)	PKR 1,918.76
Category	Government Securities Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Expense Ratio CYTD	1.50%
Pricing Days	Monday to Friday
Weighted Average Maturity	677 Days

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.67%
3 months	5.45%
12 months (365 days)	19.06%
Calendar YTD (annualized)	19.06%
Since Inception (annualized)	10.04%
5 Years (annualized)	12.86%
10 Years (annualized)	10.14%

ASSET ALLOCATION

ASSETS	DECEMBER-23	NOVEMBER-23
Government Securities	97.21%	97.83%
Cash and Short Term Deposits	0.17%	2.13%
Others Including Receivables	2.61%	0.04%

TOP TEN HOLDINGS

BALANCED FUND

AGHA
CPPL
HBL
POL
SHFA
TOMCL

AGGRESSIVE FUND

BAHL
CPPL
FEROZ
HBL
ILP
MARI
OGDC
POL
SHFA
TOMCL

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,
complaints@jubileelife.com

Website: www.jubileelife.com