



INVESTMENT FACT SHEET
FOR THE MONTH OF JUNE 2024

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 Participants,

In June 2024, the PSX achieved notable progress as the benchmark KSE-100 index hit a historic high of 78,810 points and closed at 78,445 points. The market's optimistic outlook can be credited to the federal budget FY25, which exceeded market expectations by maintaining tax rates on dividends and capital gains for filers, while increasing tax rates on other asset classes.

On the economic front, the federal government announced the budget for FY25, with a total budgeted outlay of PKR 18.9trn (up 30% from budgeted figures of FY24). The government has set a GDP growth target of 3.6% for FY25 as compared to 2.4% in FY24R. Gross revenue receipts are expected at PKR 17.8trn while the government has allocated PKR 18.9trn for current expenditure, however, fiscal deficit is budgeted at PKR 8.5trn, which forms 6.8% of GDP. On the inflationary side, the Government is expecting inflation for FY25 to average 12%. The budget is largely status quo with the bulk of the tax burden coming from indirect taxes while further taxing the existing taxpayers. Moreover, it is aligned with the IMF requirements to achieve the extended fund facility program.

The current account number for the month of May'24 posted a current account deficit (CAD) of US\$270mn vs Current account surplus (CAS) of US\$499mn in Apr'24. The country's total FX reserves stood at USD 14.57bn, with SBP reserves standing at over USD 9.38bn. The price of petrol decreased by PKR 10.20/ltr to PKR 258.16/ltr, while the price of HSD also decreased by PKR 2.33/ltr, reaching PKR 267.89/ltr. PKR remained quite stable against USD in the inter-market, closing at PKR 278.34/USD. Lastly, FDI experienced a decline of 25% M/M to USD 271 mn in May'24.

The major numbers during the month:

- **The State Bank of Pakistan cut its key policy rate by 1.5 percentage points to 20.5%.**
- **The current account balance for the month of May'24 posted a deficit of USD 270mn.**
- **CPI inflation in June'24 stood at 12.57% Y/Y, compared to 11.76% in May'24.**
- **PKR depreciated against USD by a mere 0.01 rupees during the month, closing at PKR 278.34/ USD.**

The ISMI output for Apr'24 increased by 6% Y/Y. Overall, the large-scale manufacturing sector has shown a growth of -0.45% during 10MFY24 with main contribution from food (0.32%), garments (0.93%), petroleum products (0.49%), Chemicals (0.52%), pharmaceuticals (0.97%), and furniture (0.54%). The uptick was partially balanced out by a decrease in the output of Textiles, Tobacco, Cement, Electrical Equipment, Automobiles, and Iron & Steel.

Cement dispatches recorded a 11.69% Y/Y decline in June'24, with total dispatches at 3.079MT compared to 3.487MT in June'23. The sale of petroleum products witnessed a jump of 4% M/M and clocked in at 1.45MT in June'24. Total sales during FY24 settled at 16.61 million tonnes. Moreover, the country's auto sales for May'24 recorded 10,949 units, a growth of 4% compared to the previous month.

ECONOMY UPDATE

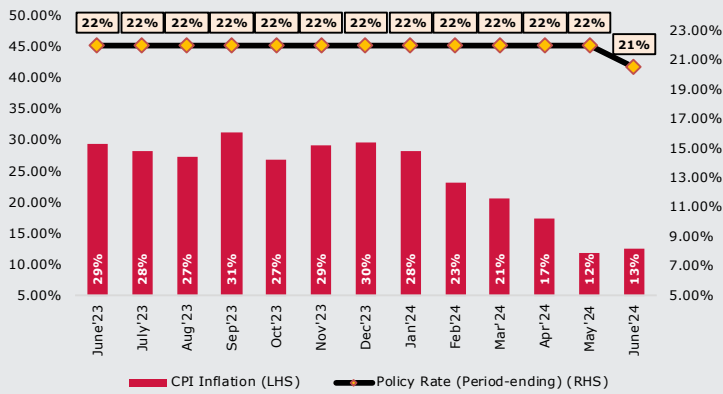
MACROECONOMIC INDICATORS				
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	FYTD
Trade Deficit (USD mn)	May	(2,038)	(1,815)	(19,724)
Remittances (USD mn)	May	3,243	2,812	27,093
Current A/C Balance (USD mn)	May	(270)	499	(464)
FDI (USD mn)	May	271	359	1,728
Tax Collection* (PKR bn)	June	1,183	760	9,306
M2 Growth				15.47%

Source SBP, FBR

* Provisional figures

In May'24, trade deficit expanded to USD 2,038mn compared to USD 1,815mn during previous month, an increase of 12% on monthly basis. Cumulatively, the trade deficit for FY24 clocked in at USD 19.72bn, down 17% YoY. In June 2024, FBR collected PKR 1,183 billion in taxes. Cumulatively, FBR collected PKR 9,306 billion in financial year 2023-24, against the target of PKR 9,252 billion, showing an increase of PKR 54 billion over the yearly target.

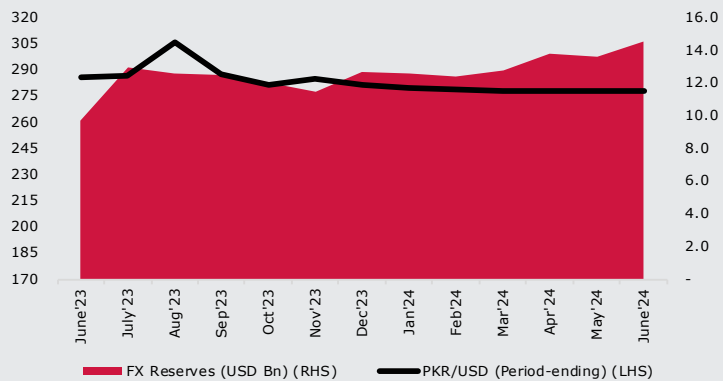
INFLATION



Source: PBS

The national CPI during the month of June'24 stood at 12.57% Y/Y compared to 11.76% Y/Y in the previous month. On a M/M basis, CPI inflation increased by 0.46% in June'24. This surge is mainly due to the increase in housing, water, electricity, gas & fuels followed by the slight increase in the food inflation. This takes average FY24 CPI reading to 23.88%. To note, RIR stood at 7.93%.

PKR/USD PARITY VS FX RESERVES



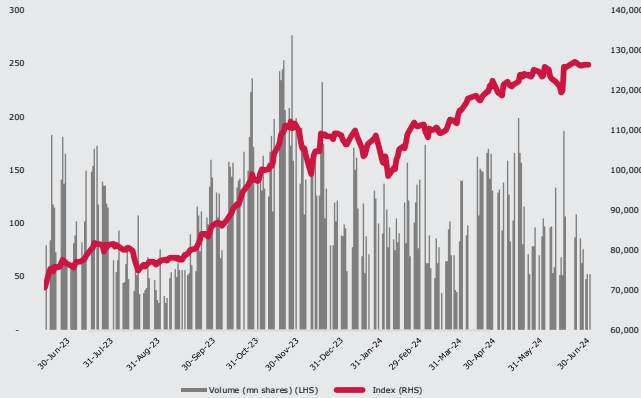
Source: SBP

As of 28th June 2024, Net reserves with SBP stood at USD 9.389bn, while commercial banks reserves held USD 5.183bn, bringing the total reserves to USD 14.57bn. During the same period, PKR remained stable against the US Dollar, maintaining a rate of PKR 278.34/USD.

CAPITAL MARKETS UPDATE

EQUITY MARKET

KMI -30 ONE YEAR PERFORMANCE



Source: PSX

In June'24, the KMI-30 index continued its upward trend. The commendable performance translated to a monthly slight gain of 0.51%, adding 644 points to close at high of 12,424. Trading activity was down with an average volume of 205mn shares (down by 36% M/M), while the average traded value reached PKR 12.01 bn (down by 25% M/M). Investor confidence received a notable boost from the following developments: 1) Government's continued engagement with IMF to negotiate terms and fulfil the prerequisites for an extended fund facility, 2) Maintaining tax rates on dividends and capital gains in the budget of FY25, 3) Reduction in policy rate by 1.5 ppts to 20.5%. 4) Declining trend in inflation.

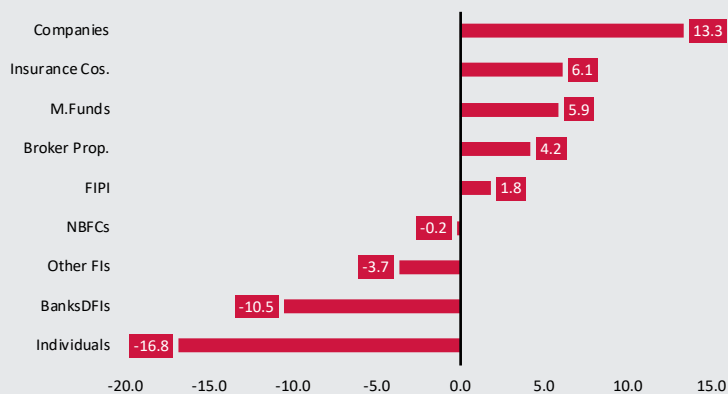
SECTOR WISE TOP CONTRIBUTORS



Source: PSX

The major sectors driving the robust performance of equity benchmark during the month were Commercial banks (+1,516.33 points), Fertilizer (+610.65 points), Power generation (+591.08 points), Cements (+137.04 points). On the other hand, sectors that contributed negatively to market performance are Refinery (-66.48 points), Oil & Gas Exploration Companies (-75.08 points), Textile Composite (-121.17 points), Technology & communication (-279.14 points).

FIPI LIPI



Foreigners were net buyers aggregating USD 1.8mn with major inflows recorded in Banks (USD 8.1mn), Power (USD 2.7mn), Tech & Communication (USD 2mn) E&Ps (USD 4.4mn). On the other hand, outflow was recorded in E&Ps (USD 5mn), Fertilizer (USD 1.8) & others (USD 2mn).

On the domestic front, Companies (USD 13.3mn), Insurance Companies (USD 6.1mn) and Mutual funds (USD 5.9mn) were the major buyers, while major net selling was noted by Individual (USD -16.8mn), DFIs (USD -10.5mn), and Others FI (USD -3.7mn).

CAPITAL MARKETS UPDATE

DEBT MARKET

SECONDARY MARKET PKISRV

INSTRUMENT	JUNE-24	MAY-24	CHANGE
GOISV-09-10-2024	100.29	100.08	0.21
GOISF-09-10-2024	100.66	100.68	(0.02)
GOISV-04-12-2024	100.34	99.91	0.43
GOISF-26-06-2026	100.11	103.00	(2.89)
GOISV-12-07-2026	100.09	100.03	0.06
GOISV-04-12-2026	99.82	99.58	0.24
GOISF-04-12-2026	100.11	100.11	0.00
GOISV-26-06-2028	103.03	102.88	0.15
GOISF-20-09-2028	101.65	101.69	(0.04)
GOISV-04-12-2028	100.16	99.98	0.18
GOISF-04-12-2028	101.33	100.50	0.83

Source: MUJAP

Throughout the month, the prices of GoP Ijara Sukuks VRR and FRR experienced a significant increase. This trend can be attributed to investors' preference to secure current high yields. This is primarily driven by expectations of further policy rate cuts and uncertainty regarding regular conduct GIS auctions due to the unavailability of underlying assets.

KIBOR

INSTRUMENT	JUNE-24	MAY-24
Kibor-3 Month	20.24%	21.04%
Kibor-6 Month	20.14%	21.02%
Kibor-12 Month	19.22%	20.40%

Source: SBP

During the month, the Kibor rates for the 3-month, 6-month and 12-month periods wrapped up at 20.24% (-80bps MoM), 20.14% (-88bps MoM) and 19.22% (-118bps MoM).

AUCTION UPDATE

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
GOP IJARA VRR			
3 year	-30	Bid Rejected	-
5 year	-31	15	-46 bps
GOP IJARA FRR			
1 year	18.50%	19.89%	-139 bps
3 year	15.80%	Bid Rejected	-
5 year	15.10%	15.30%	-20 bps

Source: PSX

For GoP Ijara (VRR), participation of PKR 153 bn across various tenors was observed, as compared to the target of PKR 20 bn. Out of total participation, acceptance stood at primal of PKR 20 bn across tenors during the month. The latest auction result clocked in at an acceptance of PKR 5 bn at 19.6427% (-30 bps spread) for 3-year tenor and PKR 15 bn at 19.6327% (-31 bps spread) for 5-year tenor.

For GoP Ijara (FRR), total market participation of PKR 111 bn was witnessed against the target of PKR 30 billion. MoF accepted a total of PKR 21 bn throughout the month. In the latest auction PKR 20.8 bn was accepted at 18.50% in 1-year, PKR 0.04 bn at 15.80% in 3-year, and PKR 0.015 bn at 15.10% in 5-year.

STRATEGY & OUTLOOK



EQUITY MARKET:

The initiation of a broader IMF program in conjunction with monetary easing is likely to increase further investors' trust in equities. However, inflationary impact of federal budget, changes in the regulatory framework, economic indicators, corporate earnings, and global events will play a vital role in influencing the stock market's performance.

Key triggers which can have an impact on benchmark include:

- Successfully securing a new, larger, and longer-term IMF program following the completion of SLA agreement.
- Continued consolidation on the macro-economic front.
- Amid rise in tensions on the global political scenario, any unexpected movements in international commodity prices will remain a key concern for driving Pakistan's external account position.

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 reduced the policy rate by 150 basis points to 20.5% citing easing inflation pressures amid tight monetary policy stance supported by fiscal consolidation. Despite this adjustment in policy rate, real interest rates will remain significantly positive. The risks to near-term inflation outlook remain vulnerable, particularly from the FY25 budgetary measures and stringent conditions of IMF's EFF potential future adjustments in electricity and gas tariffs.

Given the current economic conditions and positive outlook, it is anticipated that the MPC may pause in upcoming meeting to gauge outcome of earlier policy adjustment and impact of budget measures on inflation. However monetary cycle is likely to continue for the rest of the calendar year 2024, leading to a downward shift in the yield curve. As a result, long-term instruments will remain in limelight, where fixed-rate instrument protect against reinvestment risk and floating-rate instruments offer lucrative yield along with fixed spread.

Considering the existing macroeconomic conditions and projected interest rates, our portfolios are well calibrated in longer-tenor instruments. Furthermore, we remain vigilant about any developments that could affect our investment strategy.

FUND WISE STRATEGY

- **Jubilee Life Balanced Takaful Fund:** Jubilee Life Balanced Takaful Fund offers its participants high yielding return with optimal allocation of 88% in government backed instruments, along with 7% exposure in mutual funds, 2% in cash deposits and 3% in corporate sukuks, thereby allowing policy holders to capitalize on opportunities along the yield curve.
- **Jubilee Life Aggressive Takaful:** Equity allocation in JL Aggressive Takaful fund is reduced to 18% to mitigate volatility resulting from the uncertain macro-economic environment that affects the equity market. The remaining 82% of the allocation is strategically placed in a diversified portfolio of high-yielding Shariah-compliant debt instruments and cash deposits.
- **Family Takaful Income Fund:** The Family Takaful Income Fund is projected to achieve a sustainable return in the medium-term by leveraging its exposure to low-risk GoP Ijara Sukuks and bank deposits. The fund allocation is meticulously positioned, with a focus on GoP Ijara (93%) and a remaining allocation of cash and bank deposits (7%).
- **Family Takaful Balanced Fund:** Family Takaful Balanced Fund offers its participants high yielding return with optimal allocation of 83% in government backed instruments, along with 17% exposure in high yielding mutual funds, corporate sukuks and bank deposits. This strategic allocation enables policyholders to maximize their benefits from opportunities along the yield curve.

BALANCED TAKAFUL FUND

Fund Manager's Report
June 2024

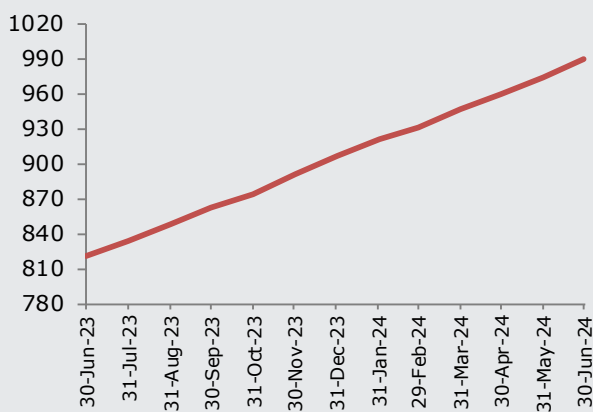
FUND OBJECTIVE

"To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in a Balanced Portfolio comprising of Shariah compliant equities, equity mutual funds, Sukuks (Government and Corporate), deposits with Islamic Banks and Windows or any other approved Shariah compliant avenues.

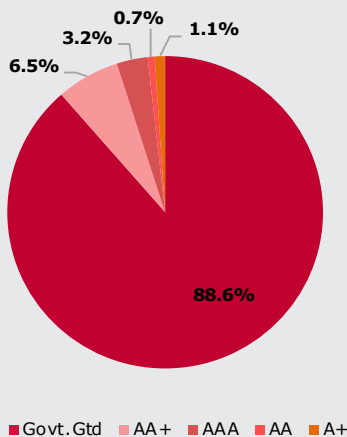
FUND MANAGER'S COMMENTS

During the month of June 2024 Balanced Takaful Fund's (BTF) Unit Price increased by PKR 15.76 (1.62%). The fund's allocation to government securities stands at 88.3% at month end against 69. % last month while allocation to mutual funds is at 6.86% versus 26.34% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Balanced Takaful Fund
Net Assets	PKR 19,676 Million
Launch Date	07.07.2015
NAV Per Unit At Launch Date (07.07.2015)	PKR 500.00
NAV Per Unit At Month end (30.06.2024)	PKR 989.62
Category	Balanced Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.75%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.62%
3 months	4.54%
12 months (365 days)	20.45%
Calendar YTD	9.06%
Since Inception (annualized)	7.89%
5 Years (annualized)	10.45%

ASSET ALLOCATION

ASSETS	JUNE-24	MAY-24
Government Securities	88.30%	69.00%
Sukuks	3.16%	3.39%
Cash and Short Term Deposits	1.66%	1.18%
Mutual Funds	6.86%	26.34%
Others Including Receivables	0.02%	0.10%

AGGRESSIVE TAKAFUL FUND

Fund Manager's Report
June 2024

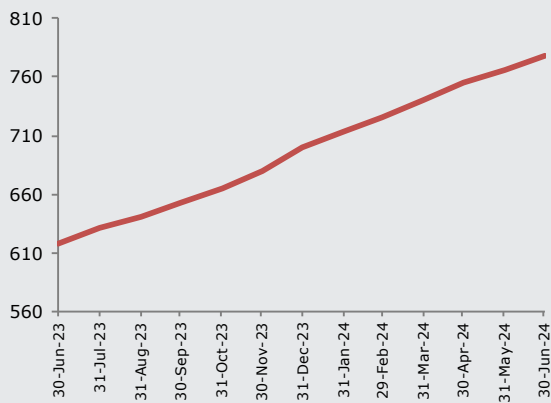
FUND OBJECTIVE

"To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in an Aggressive Portfolio primarily comprising of Shariah compliant equities and equity mutual funds with any excess liquidity being invested in Sukuks (Government and Corporate) or deposits with Islamic Banks and Islamic Windows of Conventional Banks.

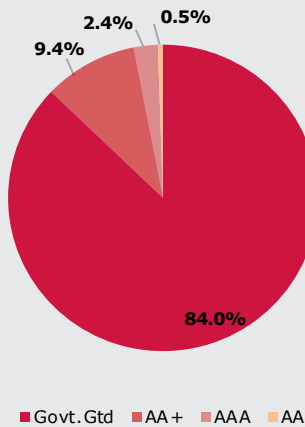
FUND MANAGER'S COMMENTS

During the month of June 2024 Aggressive Takaful Fund's (ATF) Unit Price increased by PKR 11.62 (1.52%). The fund's allocation to equities stands at 8.64% at month end against 8.81% last month while allocation to government securities is at last month. Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 91.55% followed by Pharmaceuticals with a sector allocation of 8.45% respectively.

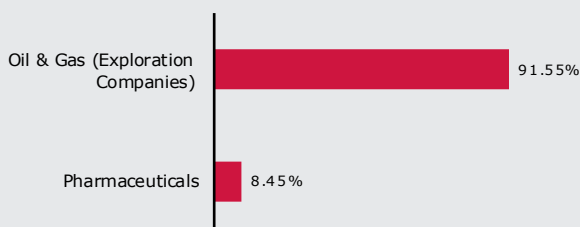
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Aggressive Takaful Fund
Net Assets	PKR 12,135 Million
Launch Date	07.07.2015
NAV Per Unit At Launch Date (07.07.2015)	PKR 500.00
NAV Per Unit At Month end (30.06.2024)	PKR 778.28
Category	Aggressive Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.76%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.52%
3 months	5.01%
12 months (365 days)	25.99%
Calendar YTD	11.25%
Since Inception (annualized)	5.05%
5 Years (annualized)	5.77%

ASSET ALLOCATION

ASSETS	JUNE-24	MAY-24
Government Securities	68.94%	60.58%
Sukuks	2.81%	2.85%
Cash and Short Term Deposits	1.15%	1.53%
Equities	8.64%	8.81%
Mutual Funds	18.45%	26.11%
Others Including Receivables	0.02%	0.12%

FAMILY TAKAFUL INCOME FUND

Fund Manager's Report
June 2024

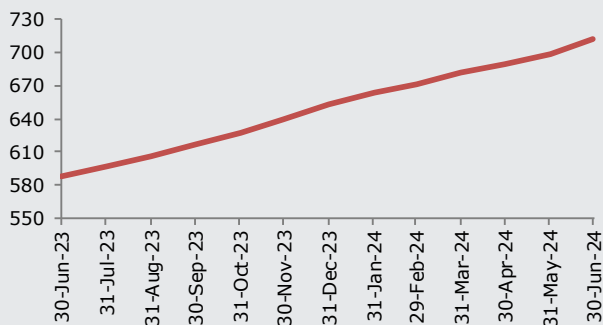
FUND OBJECTIVE

The investment objective of the fund is to provide sustainable returns to its policy holders over medium to long-term by investing in a diversified portfolio of securities consisting of different Shariah compliant money market and debt instruments.

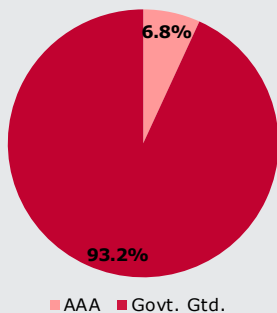
FUND MANAGER'S COMMENTS

During the month of June 2024 Family Takaful Income Fund's (FTIF) Unit Price increased by PKR 13.59 (1.95%). The fund's allocation to government securities stands at 93.19% at month end against 90.63% last month while allocation to cash and short-term deposits is at 6.78% versus 9.26% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Family Takaful Income Fund
Net Assets	PKR 4,844 Million
Launch Date	01.08.2021
NAV Per Unit At Launch Date (01.08.2021)	PKR 500.00
NAV Per Unit At Month end (30.06.2024)	PKR 711.5
Category	Income Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.75%
Pricing Days	Monday to Friday
Weighted Average Maturity	643

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.95%
3 months	4.35%
12 months (365 days)	21.05%
Calendar YTD (annualized)	18.48%
Since Inception (annualized)	12.86%
5 Years (annualized)	N/A
10 Years (annualized)	N/A

ASSET ALLOCATION

ASSETS	JUNE-24	MAY-24
Government Securities	93.19%	90.63%
Cash and Short Term Deposits	6.78%	9.26%
Others Including Receivables	0.03%	0.11%

FAMILY TAKAFUL BALANCED FUND

Fund Manager's Report
June 2024

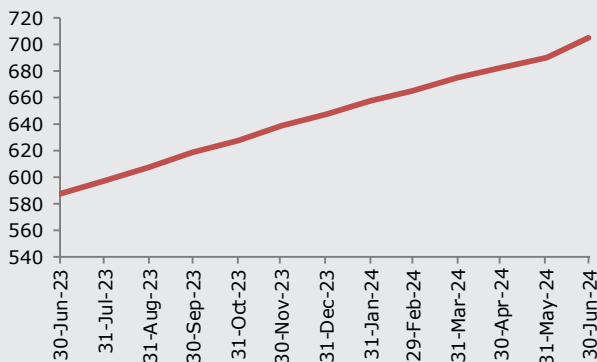
FUND OBJECTIVE

The investment objective of the fund is to earn competitive long-term risk adjusted return through capital appreciation, dividend and profit income by investing in Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by regulations.

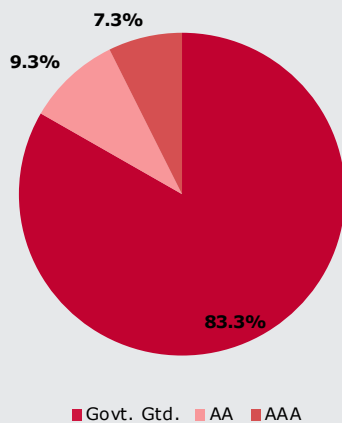
FUND MANAGER'S COMMENTS

During the month of June 2024 Family Takaful Balance Fund's (FTBF) Unit Price increased by PKR 15.04 (2.18%). The fund's allocation to government securities stands at 83.33% at month end against 70.04% last month while allocation to cash and short-term deposits is at 6.42% versus 3.05% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Family Takaful Balanced Fund
Net Assets	PKR 965 Million
Launch Date	01.08.2021
NAV Per Unit At Launch-Date (01.08.2021)	PKR 500.00
NAV Per Unit At Month end (30.06.2024)	PKR 705.55
Category	Balanced Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.760%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.18%
3 months	4.43%
12 months (365 days)	19.96%
Calendar YTD	8.90%
Since Inception (annualized)	12.54%
5 Years (annualized)	N/A
10 Years (annualized)	N/A

ASSET ALLOCATION

ASSETS	JUNE-24	MAY-24
Government Securities	83.33%	70.04%
Term Finance Securities	0.84%	0.93%
Cash and Short Term Deposits	6.42%	3.05%
Mutual Funds	9.34%	25.79%
Others Including Receivables	0.08%	0.19%

TOP TEN HOLDINGS

Fund Manager's Report
June 2024

AGGRESSIVE FUND

HINOON

MARI

JUBILEEFAMILYTAKAFUL.COM

Jubilee Life Insurance Company Limited

Window Takaful Operations

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.jubileefamilytakaful.com