



INVESTMENT FACT SHEET
FOR THE MONTH OF MAY 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 May 2024, the PSX made significant strides as the benchmark KSE-100 index nearly reached 76,000 points for the first time, closing at 75,878 points, a gain of 4,776 points for the month. This impressive surge was driven by several positive developments, including the arrival of a Saudi delegation to discuss investment opportunities in various sectors. Optimism also remained high due to ongoing negotiations with the IMF for an Extended Fund Facility (EFF) and the UAE's agreement to invest \$10 billion in multiple sectors in Pakistan. On the economic front, slowdown in M/M CPI has raised market expectation of monetary easing commencing in near future.

On the economic front, the price of petrol decreased by PKR 20.13/ltr to PKR 268.36/ltr, while the price of HSD dropped by PKR 11.74/ltr, reaching PKR 270.22/ltr. PKR remained quite stable against USD in the inter-market, closing at PKR 278.32/USD. The country's total FX reserves stood at USD 14.31bn, with SBP reserves reaching a 23-month high, standing at over USD 9bn. The CAB also saw a 13% M/M increase, reporting a surplus of USD 491mn in Apr'24. Lastly, FDI experienced a 39% M/M jump to USD 359mn in Apr'24

The major numbers during the month:

- The current account surplus clocked in at USD 491mn in Apr'24.
- CPI inflation in May'24 stood at 11.76% Y/Y, compared to 17.34% in Apr'24.
- PKR depreciated against USD by a mere 0.01 rupees during the month, closing at PKR 278.32/ USD.
- A major reduction in global oil prices, with Brent at USD 81.62/bbl mark. While Coal slightly up at USD 107.50/mt.

The ISMI output for Mar'24 increased by 2.04% Y/Y. Overall, the large-scale manufacturing sector has shown a growth of -0.10% during 9MFY24 with main contribution from food (0.31), tobacco (-0.66), textile (-1.47), garments (0.77), paper & board (-0.05), petroleum products (0.31), chemicals (0.60), pharmaceuticals (1.08), iron & steel products (-0.11), electrical equipment (-0.24), automobiles (-1.01), and furniture (0.60).

Cement dispatches recorded 7.83% Y/Y increase in May'24, with total dispatches at 4.275MT compared to 3.965MT in May'23. The sale of petroleum products witnessed a jump of 26% M/M and clocked in at 1.39MT in May'24. Moreover, the country's auto sales for Apr-24 recorded 10,515 units, a growth of 12% compared to the previous month.

ECONOMY UPDATE

MACROECONOMIC INDICATORS

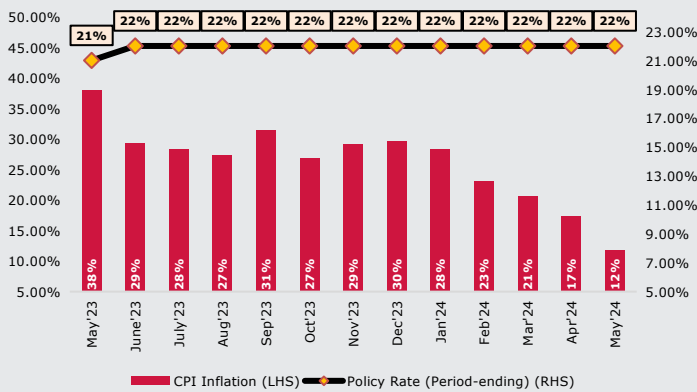
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	FYTD
Trade Deficit (USD mn)	April	(1,813)	(2,044)	(17,684)
Remittances (USD mn)	April	2,812	2,954	23,850
Current A/C Balance (USD mn)	April	491	434	(202)
FDI (USD mn)	April	359	258	1,457
Tax Collection* (PKR bn)	May	760	654	7,364
M2 Growth				7.77%

Source SBP, FBR

* Provisional figures

In Apr'24, trade deficit narrowed to USD 1,813mn compared to USD 2,044mn during previous month, a decrease of 11% on a monthly basis. Cumulatively, the trade deficit for 10MFY24 clocked at USD 17.68bn compared to USD 22.57bn, showing a contraction of 22% YoY. In May 2024, FBR collected PKR 760 billion in taxes, surpassing the month's target by PKR 15 billion.

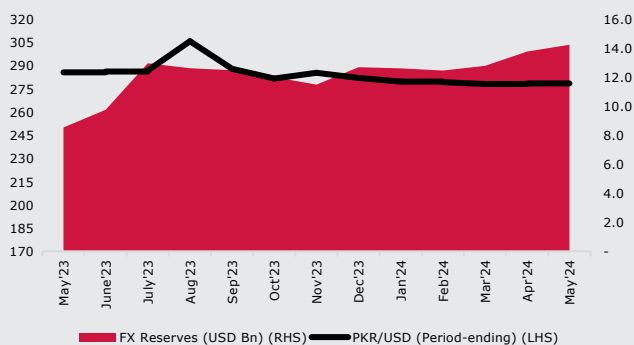
INFLATION



Source: PBS

The national CPI during the month of May'24 stood at 11.76% Y/Y compared to 17.34% Y/Y in the previous month. On a M/M basis, CPI inflation decreased by 3.24% in May'24 compared to 0.43% in the previous month. To note, RIR showed a significant improvement, currently standing at 10.23%.

PKR/USD PARITY VS FX RESERVES



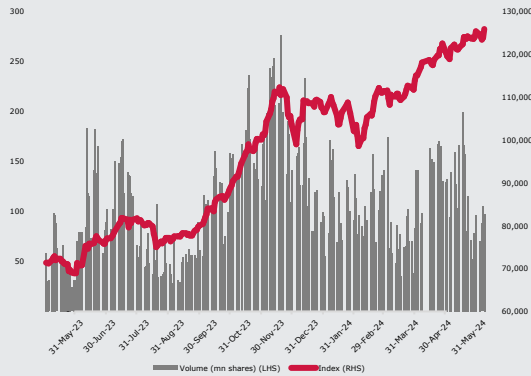
Source: SBP

As of 24th May 2024, Net reserves with SBP stood at USD 9.09bn, while commercial banks reserves held USD 5.22bn, bringing the total reserves to USD 14.31bn. During the same period, PKR remained stable against the US Dollar, maintaining a rate of PKR 278.32/USD.

CAPITAL MARKETS UPDATE

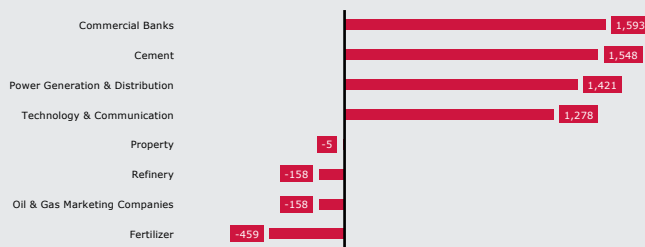
EQUITY MARKET

KMI -30 ONE YEAR PERFORMANCE



In May, the KMI-30 index continued its upward trend. The commendable performance translated to a monthly gain of 5.3%, adding 6,335 points to close at high of 125,780. Trading activity was also elevated with an average volume of 322mn shares (up by 6.9% M/M), while the average traded value reached PKR 16.03bn (up by 1% 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) arrival of a 50 member Saudi trade delegation to explore investment opportunities in various sectors in Pakistan, 3) UAE's announcement to allocate USD 10bn for investment in multiple sectors in Pakistan, and 4) Market expectations of a sharp decline in the Y/Y CPI for the month of May backed by the declining trend in weekly SPI, supporting the market anticipation of a monetary easing cycle commencing soon.

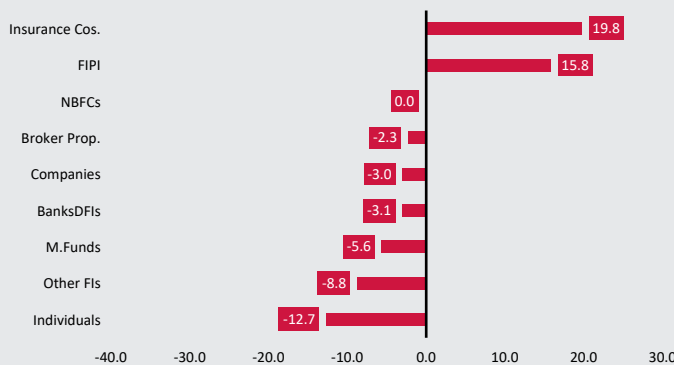
SECTOR WISE TOP CONTRIBUTORS



Source: PSX

The major sectors driving the robust performance of equity benchmark during the month were Commercial banks (+1593 points), Cement (+1,548 points), Power Generation & Distribution (+1,421 points), Technology & Communication (+1278 points), Oil & Gas Exploration (+693 points). On the other hand, sectors that contributed negatively to market performance are Fertilizer (-458 points), Oil & Gas Marketing Companies (-158 points), Refinery (-158 Points), and Property (-5.16 points).

FIPI LIPI



Foreigners were net buyers aggregating USD 15.8mn with major inflows recorded in Banks (USD 14.2mn), Fertilizer (USD 6.6mn), E&Ps (USD 4.4mn) and Cement (USD 3.5mn). On the other hand, outflow was recorded in Debt Market (USD 16.6mn), Food & Personal Care (USD 0.4mn), and Others (USD 0.03mn).

On the domestic front, Insurance Companies were the only net buyers of USD 19.8mn. While major net selling was noted by Individuals (USD 12.7mn), Others (USD 8.8mn), Mutual Funds (USD 5.6mn), and Banks/DFIs (USD 3.1mn).

CAPITAL MARKETS UPDATE

DEBT MARKET

SECONDARY MARKET PKISRV

INSTRUMENT	MAY-24	APRIL-24	CHANGE
GOISV-09-10-2024	100.08	100.21	(0.13)
GOISF-09-10-2024	100.68	100.78	(0.10)
GOISV-04-12-2024	99.91	100.00	(0.09)
GOISF-26-06-2026	103.00	103.00	0.00
GOISV-12-07-2026	100.03	100.00	0.03
GOISV-04-12-2026	99.58	99.58	0.00
GOISF-04-12-2026	100.11	100.15	(0.04)
GOISV-26-06-2028	102.88	102.93	(0.05)
GOISF-20-09-2028	101.69	101.70	(0.01)
GOISV-04-12-2028	99.98	100.01	(0.03)
GOISF-04-12-2028	100.50	100.50	0.00

Source: MUJAP

Throughout the month, the prices of GoP Ijara Sukuks VRR majorly declined across the board while FRR displayed a mixed trend with higher inclination towards increase in prices. This variation can be attributed to investor's preference for mitigating reinvestment risk by choosing longer-term fixed-rate instruments.

AUCTION UPDATE

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
GOP IJARA VRR			
3 year	Bid Rejected	4	-
5 year	15	75	-60 bps
GOP IJARA FRR			
1 year	19.89%	20.00%	-11 bps
3 year	Bid Rejected	15.85%	-
5 year	15.30%	15.48%	-18 bps

Source: PSX

For GoP Ijara (VRR), participation of PKR 381 bn across various tenors was observed, as compared to the target of PKR 80 bn. Out of total participation, acceptance stood at primal of PKR 75 bn across tenors during the month. The latest auction result clocked in at an acceptance of PKR 24 bn at 21.4999% (+14.71 bps spread) for 5-year tenor whereas bid for 3-year tenor was rejected.

For GoP Ijara (FRR), total market participation of PKR 230 bn was witnessed against the target of PKR 120 billion at relatively higher levels. MoF accepted a total of PKR 147 bn throughout the month with latest auction standing at PKR 48 bn acceptance with cut-off 19.8900% in 1-year, PKR 45 bn at 15.3000% in 5-year while bid for 3-year tenor was rejected.

KIBOR

INSTRUMENT	MAY-24	APRIL-24
Kibor-3 Month	21.04%	21.78%
Kibor-6 Month	21.02%	21.54%
Kibor-12 Month	20.40%	21.16%

Source: SBP

During the month, the Kibor rates for the 3-month, 6-month and 12-month periods wrapped up at 21.04% (-74bps MoM), 21.02% (-52bps MoM) and 20.40% (-76bps MoM).

STRATEGY & OUTLOOK



EQUITY MARKET:

Looking ahead, we expect the equity market to remain range-bound due to recent political uncertainties and the forthcoming federal budget. Historically, the market tends to be volatile before the budget and takes time to adjust to its impacts. However, changes in the regulatory framework, government policies, economic indicators, corporate earnings, and global events will be crucial in shaping 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.
- The possibility of a first-rate cut, which has been delayed but not ruled out until the 2HCY24, due to concerns over securing an IMF program.
- Upcoming federal budget with primary focus on fiscal reforms.
- The political landscape of the new government, ensuring the continuation of the economic reform process.
- 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:

With significant drop in food prices coupled with persistent decline in the commodity prices (local & international) led to a 47-year record -3.2% MoM decline in inflation to 11.77%YoY for the month of May-24, further widening the positive real interest rates. Taking cue from inflation trend, there is a build-up consensus on the possibility of a rate cut in the upcoming MPC meeting scheduled on June 10, 2024. Moreover, a comfortable external account position and anticipated medium term IMF program is expected to ensure the funding gap is adequately met and will further ease pressure from the currency.

In this backdrop, we foresee reversal of monetary cycle in 2HCY24 leading to a downward shift in the yield curve. Thus, investors will prefer long term fixed instruments over short term duration. Nevertheless, adverse geopolitical events and their threatening impact on the commodity prices, along with any stringent fiscal measures in the upcoming budget FY25 will remain key risks to monitor.

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. 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 69% in government backed instruments, along with 26% exposure in mutual funds, 1% 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 9% to mitigate volatility resulting from the uncertain macro-economic environment that affects the equity market. The remaining 91% 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 (91%) and a remaining allocation of cash and bank deposits (9%).
- **Family Takaful Balanced Fund:** Family Takaful Balanced Fund offers its participants high yielding return with optimal allocation of 70% in government backed instruments, along with 30% 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

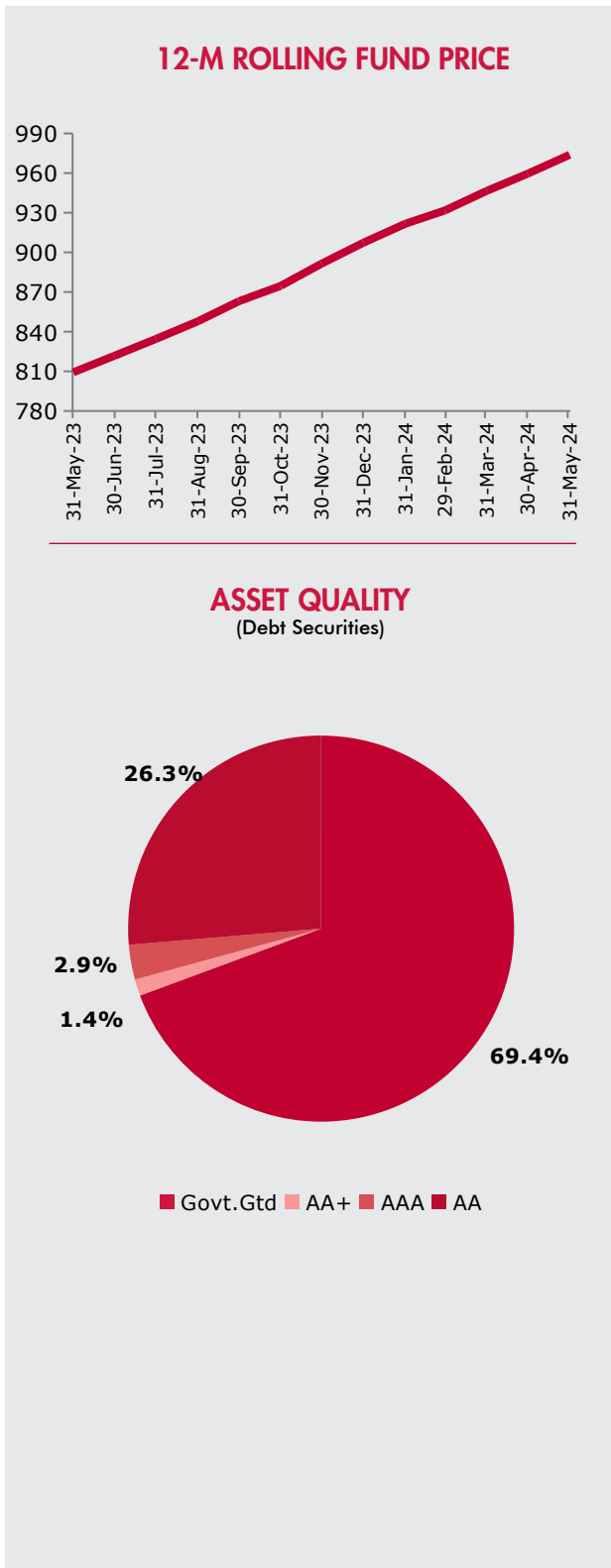
Fund Manager's Report
May 2024

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 May 2024 Balanced Takaful Fund's (BTF) Unit Price increased by PKR 14.32 (1.49%). The fund's allocation to government securities stands at 69.% at month end against 85.02% last month while allocation to mutual funds is at 26.34% versus 8.89% last month.



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Balanced Takaful Fund
Net Assets	PKR 19,506 Million
Launch Date	07.07.2015
NAV Per Unit At Launch Date (07.07.2015)	PKR 500.00
NAV Per Unit At Month end (31.05.2024)	PKR 973.86
Category	Balanced Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.629%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.49%
3 months	4.52%
12 months (365 days)	20.34%
Calendar YTD	7.33%
Since Inception (annualized)	7.77%
5 Years (annualized)	9.77%

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	69.00%	85.019%
Sukuks	3.39%	3.550%
Cash and Short Term Deposits	1.18%	2.516%
Mutual Funds	26.34%	8.890%
Others Including Receivables	0.10%	0.025%

AGGRESSIVE TAKAFUL FUND

Fund Manager's Report
May 2024

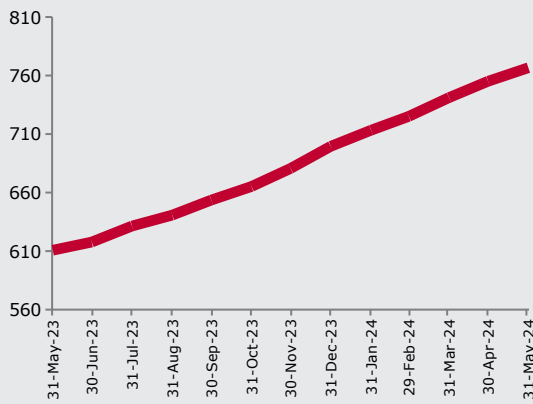
FUND OBJECTIVE

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.

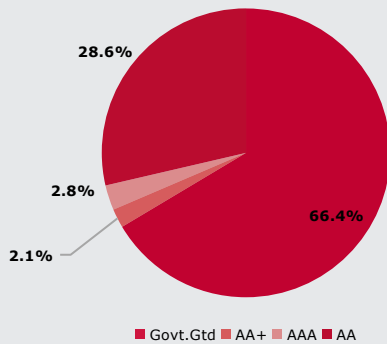
FUND MANAGER'S COMMENTS

During the month of May 2024 Aggressive Takaful Fund's (ATF) Unit Price increased by PKR 11.56 (1.53%). The fund's allocation to equities stands at 8.81% at month end against 9.47% 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 92.08% followed by Pharmaceuticals with a sector allocation of 7.92% respectively.

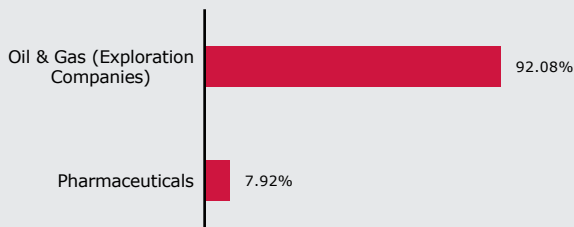
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Aggressive Takaful Fund
Net Assets	PKR 12,106 Million
Launch Date	07.07.2015
NAV Per Unit At Launch Date (07.07.2015)	PKR 500.00
NAV Per Unit At Month end (31.05.2024)	PKR 766.66
Category	Aggressive Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.635%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.53%
3 months	5.73%
12 months (365 days)	25.53%
Calendar YTD	9.59%
Since Inception (annualized)	4.92%
5 Years (annualized)	4.76%

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	60.58%	76.80%
Sukuks	2.85%	3.08%
Cash and Short Term Deposits	1.53%	3.45%
Equities	8.81%	9.47%
Mutual Funds	26.11%	7.11%
Others Including Receivables	0.12%	0.09%

FAMILY TAKAFUL INCOME FUND

Fund Manager's Report
May 2024

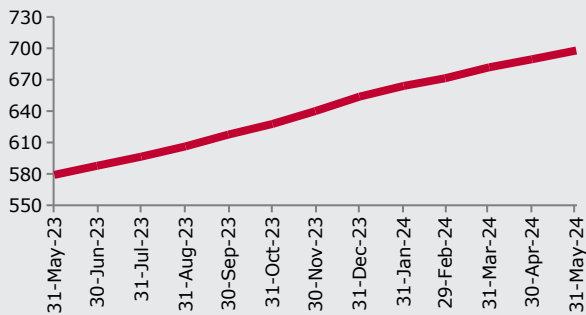
FUND OBJECTIVE

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.

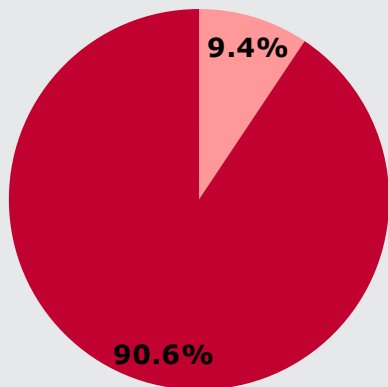
FUND MANAGER'S COMMENTS

During the month of May 2024 Family Takaful Income Fund's (FTIF) Unit Price increased by PKR 8.36 (1.21%). The fund's allocation to government securities stands at 90.63% at month end against 96.05% last month while allocation to cash and short term deposit is at 9.26% versus 3.87% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



■ AAA ■ Govt. Gtd.

FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Family Takaful Income Fund
Net Assets	PKR 4,567 Million
Launch Date	01.08.2021
NAV Per Unit At Launch Date (01.08.2021)	PKR 500.00
NAV Per Unit At Month end (31.05.2024)	PKR 697.91
Category	Income Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.630%
Pricing Days	Monday to Friday
Weighted Average Maturity	418

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.21%
3 months	3.95%
12 months (365 days)	20.53%
Calendar YTD (annualized)	16.97%
Since Inception (annualized)	12.49%
5 Years (annualized)	N/A
10 Years (annualized)	N/A

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	90.63%	96.05%
Cash and Short Term Deposits	9.26%	3.87%
Others Including Receivables	0.11%	0.09%

FAMILY TAKAFUL BALANCED FUND

Fund Manager's Report
May 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.

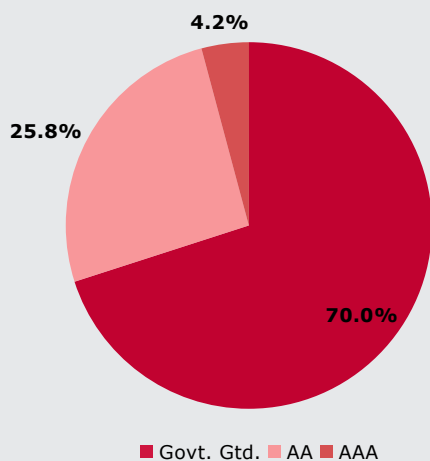
FUND MANAGER'S COMMENTS

During the month of May 2024 Family Takaful Balance Fund's (FTBF) Unit Price increased by PKR 7.7 (1.13%). The fund's allocation to government securities stands at 70.04% at month end against 88.73% last month while allocation to cash and short-term x`deposits is at 3.05% versus 3.46% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Family Takaful Balanced Fund
Net Assets	PKR 943 Million
Launch Date	01.08.2021
NAV Per Unit At Launch-Date (01.08.2021)	PKR 500.00
NAV Per Unit At Month end (31.05.2024)	PKR 690.51
Category	Balanced Fund (Shariah Compliant)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.631%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.13%
3 months	3.80%
12 months (365 days)	19.15%
Calendar YTD	6.58%
Since Inception (annualized)	12.07%
5 Years (annualized)	N/A
10 Years (annualized)	N/A

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	70.04%	88.73%
Term Finance Securities	0.93%	0.94%
Cash and Short Term Deposits	3.05%	3.46%
Mutual Funds	25.79%	6.73%
Others Including Receivables	0.19%	0.13%

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