FEBRUARY - 2020

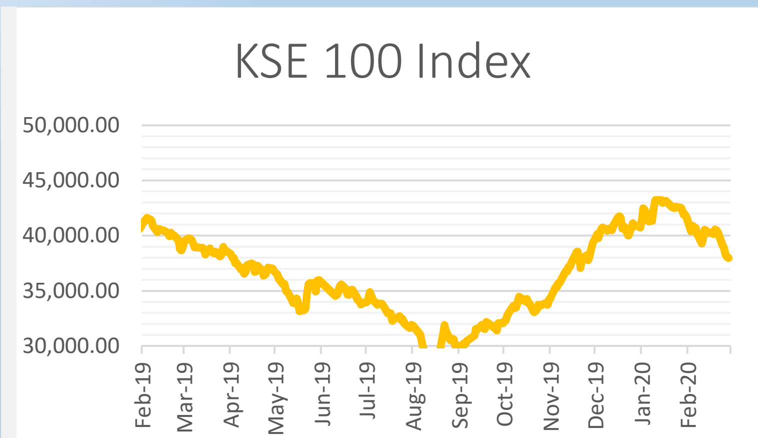
Fund Managers' Report

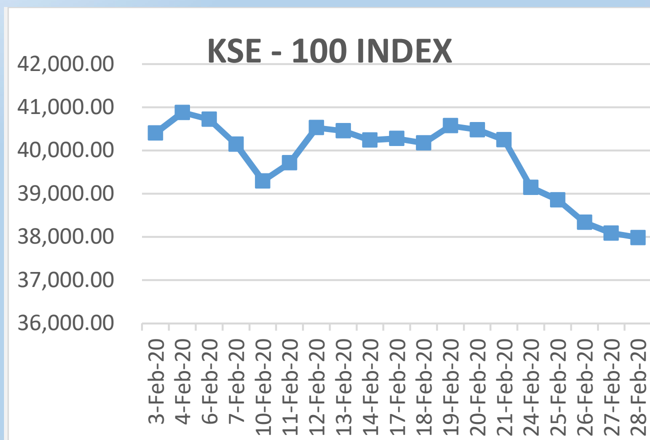
Performance Tracker

Adamjee Life Assurance Co. Ltd
Principal Office: 3rd and 4th Floor, Adamjee House, I.I.Chundrigar Road, Karachi - 74000
UAN: +92-111-11-LIFE(5433) Fax: +92-21-38630011

Equity Market Analysis

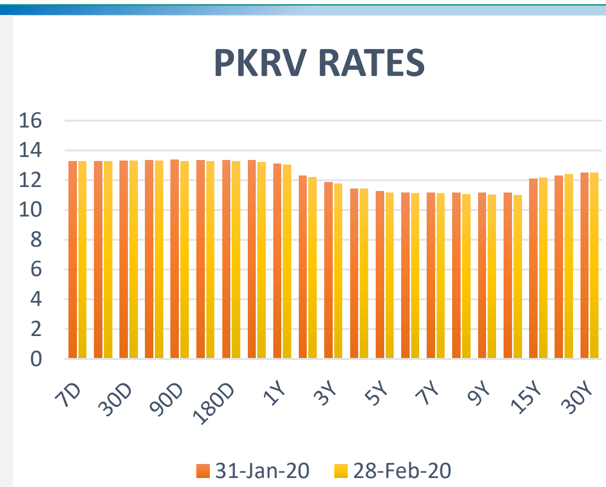
The benchmark KSE-100 index posted its first monthly loss after a span of five months as the coronavirus outbreak took its toll on the risky asset classes. The benchmark KSE100 index declined by 8.8% during the month, mimicking the return of global indices. Foreigners offloaded equities aggressively reducing their exposure by USD 55 million during the month. On the local front, Insurance companies turned out to be major buyers (USD 58 million), absorbing most of the selling during the month. During the month, volumes and values averaged at ~153 mn shares and ~PKR 6.23 billion respectively a decrease of ~38.1%/34.1% respectively MoM. From the capital markets perspective, we believe investor confidence should renew towards risk assets as macroeconomic stability will be cherished after a bout of volatile years. Equity market has still a lot to offer despite the recent bull run (up 40%+ since the trough). Going forward, stocks offer long-term investment opportunity with rewards for patient investors. We continue to track trends in the economic indicators of the country and adjust our portfolio accordingly. KSE-100 provides an earnings growth of 11% along with an attractive dividend yield of 6.5%, while trading at a forward P/E of 6.8x. Assuming a minor re-rating to 7.6x, then KSE provides a forward return of ~25% (CY20 target of ~51,500), which is at a decent premium to fixed income returns. The energy chain underperformed severely during the month as crude oil prices plunged by more than 25% during the month and headline news on circular debt continued to haunt the investors. E&P's lost 16.5% during the month taking a clue from crude oil prices, while Oil Marketing companies fell by more than 18%. Cements and Commercial Banks continued to consolidate. Cements witnessed a minor correction of 0.7%, as a firm PKR along with rising cement prices garnered investors interest. While, commercial banks stayed firm as headline CPI delayed the expectation of near term interest rate cuts.





Money Market Analysis

State Bank of Pakistan conducted Treasury bill auction on February 27, 2019. The auction had a total maturity of PKR 205.7 billion against a target of PKR 300 billion. Auction witnessed a total participation of PKR 1,240 billion. Out of total participation, bids worth PKR 243 billion were received in 3 months Tenor, PKR 3.7 billion in 6 months and PKR 993 billion in 12 months' tenor. SBP accepted total bids worth PKR 414 billion in a breakup of PKR 182 billion, PKR 3.5 billion and PKR 228 billion at a cut-off yield of 13.3899%, 13.3401% and 13.33% in 3 months, 6 months and 12 months' tenor respectively. Bond markets remained volatile during the month as bond yields rose initially as the CPI for the month of Jan'20 surprised the market participants. However, bond markets rallied after continuous decline in international crude oil prices along with easing food prices rejuvenated investor confidence. On average, bond yields rose by ~10 bps during the month. Going forward, the inflationary environment is expected to significantly ease off. Declining crude oil prices and a stable PKR will bring the inflation to single digits over the course of next 6 months. Hence, monetary easing will be pursued eventually. We continue to closely monitor bond yields and would optimize our portfolio based on any opportunities of capital gains.



INVESTMENT MULTIPLIER FUND (IMF)

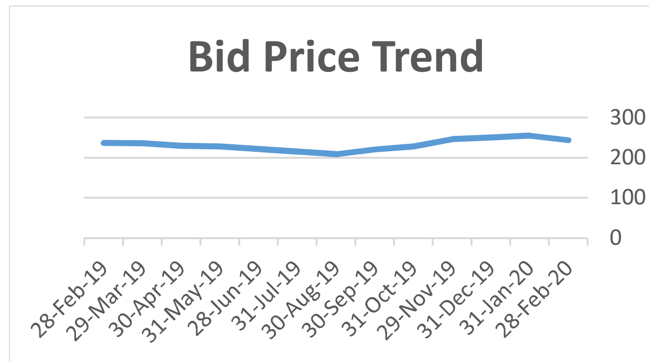
adamjeelife

Fund Objective:

A well-diversified portfolio with the aim to maximize the returns by taking exposure in equities while balancing out the risk profile by investing in Government and fixed income securities and real estate.

Fund Information:

Fund Name	Investment Multiplier Fund
Fund Size	PKR 17.8 Billion
Launch Date	June 9, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(28 Feb 2020)**	PKR 243.7424
Fund Type	Asset Allocation Fund
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	40% [six (6) months PKRV rate (T-Bills rate)] + 50% [KSE-100 Index Return] + 10% minimum Bank Deposit rate on saving accounts].

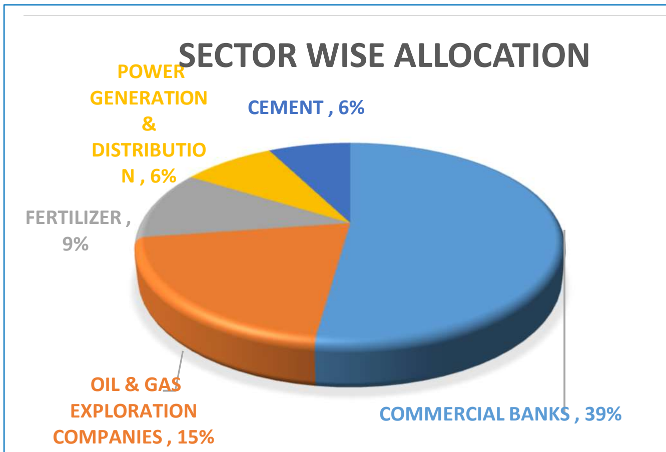


Asset Mix

Asset	February 2020	January 2020
Bank Balance	1.32%	4.57%
Term Deposits	3.14%	3.00%
Equities	33.79%	34.40%
Mutual Funds	21.63%	22.47%
Fixed Income Securities	3.80%	3.36%
Government Securities	29.93%	26.37%
Real Estate	4.92%	4.70%
Other Asset	1.47%	1.13%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-4.51%	-58.82%
180 Days Return	16.90%	33.89%
CYTD	-2.52%	-15.58%
Since Inception	143.74%	16.47%



Managers' Comments:

During the month of February 2020, the NAV per unit has been decreased by PKR 11.5169 (-4.51%) from January.

INVESTMENT SECURE FUND (ISF)

adamjeelife

Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities with minimum exposure to equities.

Fund Information:

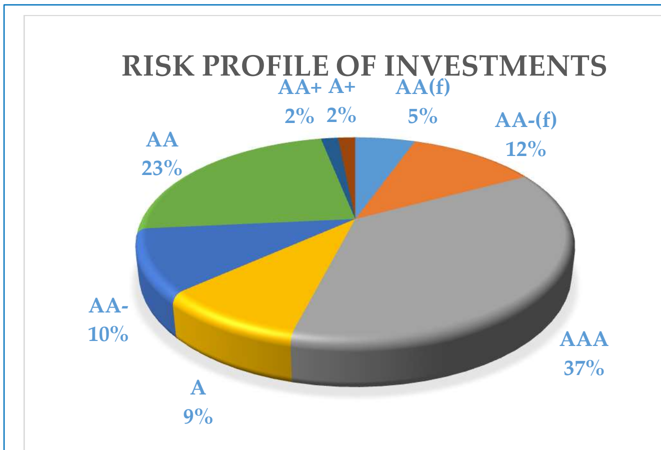
Fund Name	Investment Secure Fund
Fund Size	PKR 10 Billion
Launch Date	June 9, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(28 Feb 2020)**	PKR 213.7142
Fund Type	Predominantly Fixed Income Fund
Management Fees	1.6% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	70% [six (6) months PKRV rate (T-Bills rate)]+[20% [KSE-100 Index Return] +[10% minimum bank rate on saving account]

Asset Mix

Assets	February 2020	January 2020
Bank Balances	3.05%	3.60%
Term Deposits	13.03%	13.24%
Equities	0.01%	0.01%
Mutual Funds	5.35%	5.39%
Fixed Income Securities	9.78%	9.91%
Government Securities	65.37%	64.41%
Other Asset	3.41%	3.44%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	1.09%	14.17%
180 Days Return	8.42%	16.88%
CYTD	2.24%	13.88%
Since Inception	113.71%	13.03%



Managers' Comments:

During the month of February 2020, the NAV per unit has been Increased by PKR 2.2984 (1.09%) from January.

INVESTMENT SECURE FUND II (ISF II)

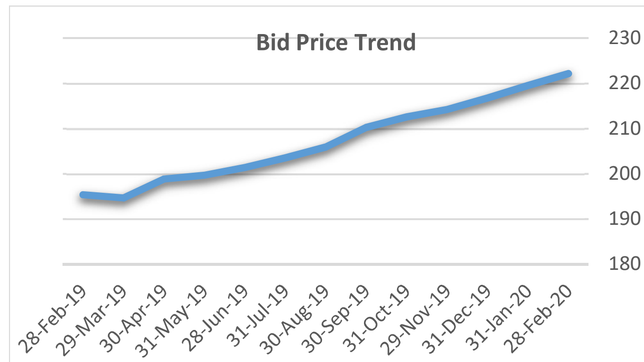
adamjeelife

Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities without taking excessive risks.

Fund Information:

Fund Name	Investment Secure Fund II
Fund Size	PKR 2.7 Billion
Launch Date	December 1, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(28 Feb 2020)**	PKR 222.1873
Fund Type	Predominantly Fixed Income Fund
Ma-nagement Fees	1.6% p.a. - 1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	80% [six (6) months PKRV rate (T-Bills rate)] + 10% [KSE-100 Index Return] + [10% minimum bank deposit rate on saving account]

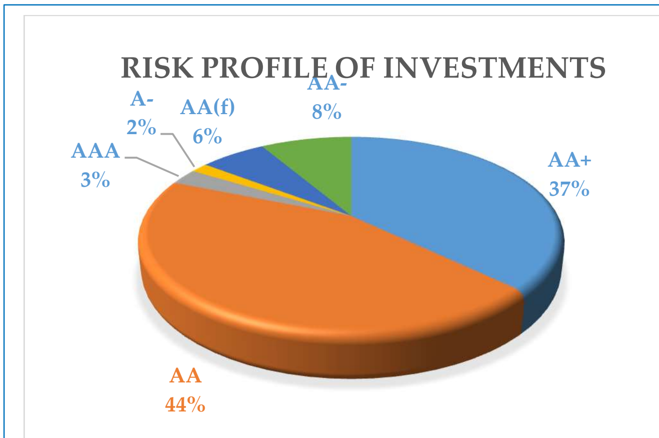


Asset Mix

Assets	February 2020	January 2020
Bank Balances	0.68%	3.79%
Term Deposits	0.00%	0.00%
Equities	0.00%	0.00%
Mutual Funds	1.58%	1.67%
Fixed Income Securities	23.44%	24.89%
Government Securities	69.76%	64.83%
Other Asset	4.54%	4.82%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	1.20%	15.63%
180 Days Return	7.87%	15.78%
CYTD	2.47%	15.30%
Since Inception	122.19%	14.81%



Managers' Comments:

During the month of February 2020, the NAV per unit has been Increased by PKR 2.6328 (1.20%) from January.

AMAANAT FUND (AF)

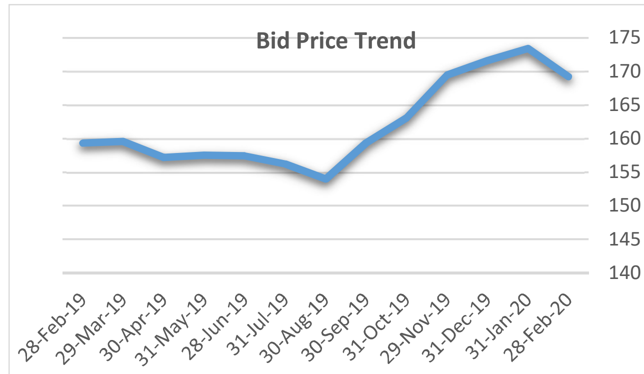
adamjeelife

Fund Objective:

To offer an opportunity to invest in a diversified Shariah compliant equity and fixed income securities.

Fund Information:

Fund Name	Amaanat Fund
Fund Size	PKR 672 Million
Launch Date	November 15, 2012
Bid Price (Inception)	PKR 100
Bid Price (28 Feb 2020)	PKR 169.2211
Fund Type	Islamic Asset Allocation Fund
Management Fees	1.6% p.a. - 1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	70% [Three (3) months Islamic Bank TDR] + 25% [KMI - 30 Index Return] + 5% [Islamic Bank saving account return]

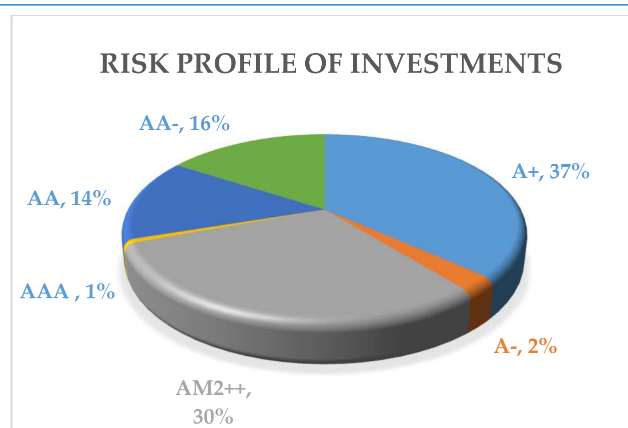


Asset Mix

Assets	February 2020	January 2020
Bank Balances	9.54%	11.89%
Term Deposits	43.18%	41.99%
Equity	0%	0%
Mutual Funds	28.34%	27.95%
Fixed Income Securities	13.14%	12.96%
Government Securities	0%	0%
Other Asset	5.80%	5.21%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-2.43%	-31.73%
180 Days Return	9.89%	19.83%
CYTD	-1.41%	-8.72%
Since Inception	69.22%	9.49%



Managers' Comments:

During the month of February 2020, the NAV per unit has been decreased by PKR 4.2218 (-2.43%) from January.

DYNAMIC SECURE FUND (DSF)

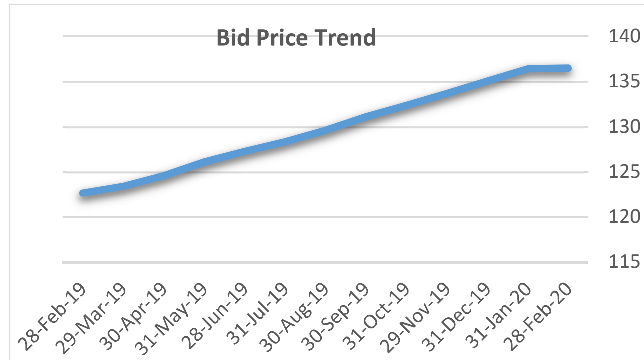
adamjeelife

Fund Objective:

To deliver regular and steady return primarily by investing in Government and fixed income securities.

Fund Information:

Fund Name	Dynamic Secure Fund
Fund Size	PKR 35 Million
Launch Date	July 19, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(28 Feb 2020)**	PKR 136.4764
Fund Type	Fixed Income Fund
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by Faysal Asset Management Co. Ltd. through a discretionary portfolio management agreement
Benchmark	90% [six (6) months T-Bills] + [10% Bank saving account return]

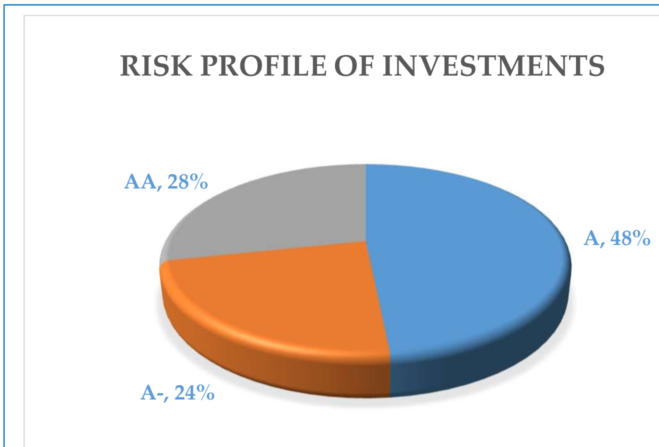


Asset Mix

Assets	February 2020	January 2020
Bank Balances	52.59%	52.17%
Term Deposits	0%	0%
Mutual Funds	18.80%	18.57%
Fixed Income Securities	21.62%	22.32%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	6.99%	6.94%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.05%	0.62%
180 Days Return	5.31%	10.65%
CYTD	1.04%	6.44%
Since Inception	36.48%	10.09%



Managers' Comments:

During the month of February 2020, the NAV per unit has been Increased by PKR 0.0645 (0.05%) from January.

DYNAMIC GROWTH FUND (DGF)

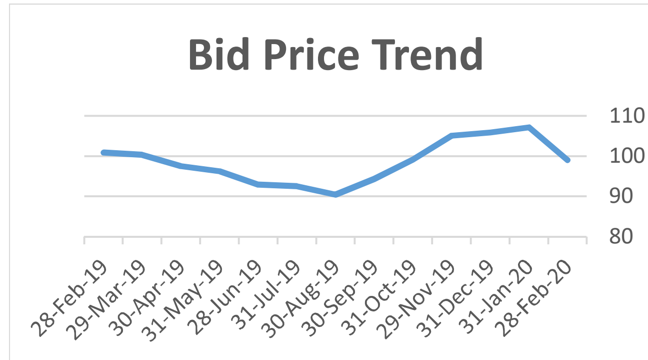
adamjeelife

Fund Objective:

To generate high returns through active allocation in fixed and equity securities.

Fund Information:

Fund Name	Dynamic Growth Fund
Fund Size	PKR 237 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (28 Feb 2020)	PKR 99.0361
Fund Type	Asset Allocation Fund
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by Faysal Asset Management Co. Ltd. through a discretionary portfolio management agreement
Benchmark	50% [six (6) months PKRV rate (T-Bills rate)]+[40% of KSE-100 Index Return]+10% minimum bank deposit rate on saving accounts]

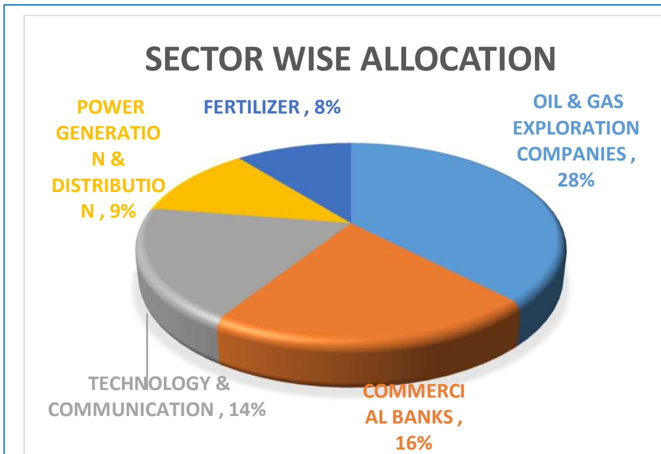


Asset Mix

Assets	February 2020	January 2020
Bank Balances	18.00%	11.93%
Term Deposits	0.00%	0.00%
Equities	57.18%	57.87%
Mutual Funds	11.27%	15.09%
Fixed Income Securities	6.32%	6.97%
Government Securities	3.17%	2.87%
Other Asset	4.06%	5.27%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-7.61%	-99.20%
180 Days Return	9.50%	19.06%
CYTD	-6.45%	-39.93%
Since Inception	-0.96%	-0.27%



Managers' Comments:

During the month of February 2020, the NAV per unit has been decreased by PKR 8.1577 (-7.61%) from January.

DISCLAIMER

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