JUNE
2019

PERFORMANCE TRACKER

FUND MANAGERS' REPORT

ADAMJEE LIFE ASSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
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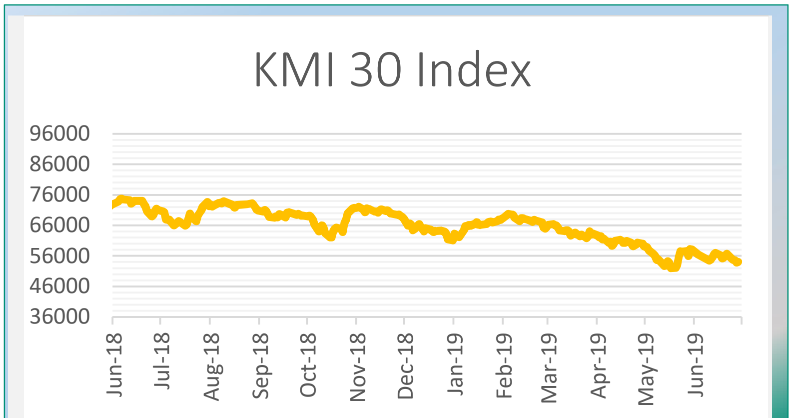
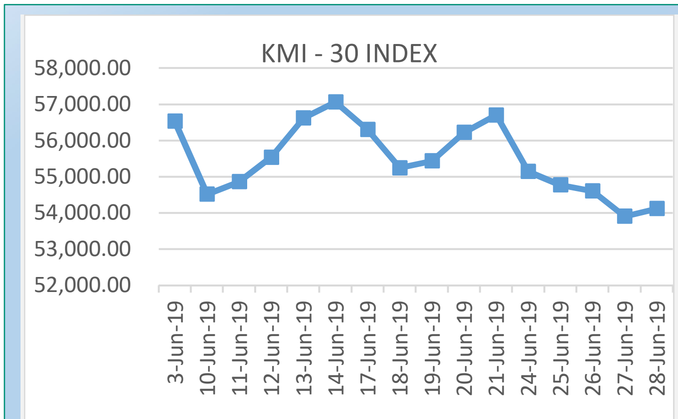
Equity Market Analysis

The market remained jittery pre- and post-budget amidst holidays in the first few days of the month. Budget proved to be a negative event for the market incorporating painful but necessary measures to enhance revenue collection and control expenditures. For the listed sectors, major deterrents were increase in cost of doing business and slowdown in economic activities resulting in a combination of weak volumes and margin compression. Therefore, all the major sectors remained in the red zone absent any sector-specific event. Fertilizers, Refineries, OMCs & E&Ps were the major laggards generating negative returns of 14.2%/12.8%/11.7%/7.7% respectively.

The benchmark Index KSE100 plunged by ~5.8% during the month taking the cumulative FY19 return to ~19.1%. The local bourse has now posted a negative return for continuous two years as continued foreigner selling of USD 366 million along with a relatively weaker local liquidity shed the index to red.

We believe equity markets generally preempt the economic conditions and as such it is important to consider whether all the economic developments are priced in or not. Therefore, overall valuations and fundamentals of universe companies do play an important role. The overall strategy should tilt towards defensive sectors (E&P's, Power, Fertilizers) while sector which will benefit from changing dynamics on macro front such as rising interest rates (Commercial Banks) should be overweight. In addition to that, government's strong focus on reviving exports should provide a boost to the outlook of export oriented sectors such as Textiles & IT. Despite being negative on cyclicals, we believe there will be distressed assets and quality companies which should be looked into as they have a tendency to provide abnormal returns.

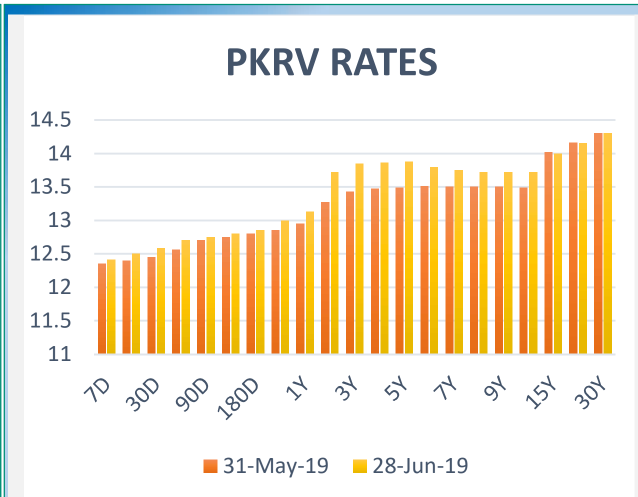




Money Market Analysis

State Bank of Pakistan conducted Treasury bill auction on June 19, 2019. The auction had a total maturity of PKR 11.8 billion against which a total participation of PKR 44.9 billion was witnessed. Out of total participation bids worth PKR 24 billion, 4.0 billion and 13.2 billion were received in 3 months, 6 months and 12months tenor respectively. SBP accepted bids worth PKR 26.6 billion (including noncompetitive) at a cut-off yield of 12.7491% in 3 months' tenor.

Auction for fixed coupon PIB bonds was held on June 26th, 2019. Auction had a maturity of around PKR 18.6 billion and a target of PKR 100 billion. Total participation of PKR 241 billion was witnessed out of which 3, 5 & 10 years' tenor received bids worth PKR 31 billion, PKR 82 billion & PKR 127 billion respectively. State bank of Pakistan accepted PKR 2 billion, PKR 27 billion and PKR 89 billion in 3, 5 and 10 years' tenor at a cut off rate of 13.6999%, 13.80% and 13.70% respectively.



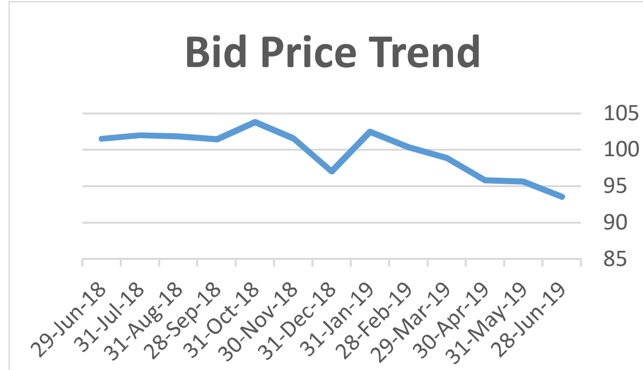
MAZ'AF FUND (TAKAFUL)

Fund Objective:

A moderate to high-risk profile fund that generates higher returns over the long run in shariah compliant equities and Islamic mutual fund.

Fund Information:

Fund Name	Maza'af Fund
Fund Size	PKR 1.6 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(28 June 2019)**	PKR 93.5545
Fund Type	Balanced Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium to High
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) month PKRV rate (T-Bill rate)] + 50% [KMI-30 Index Return] + 10% [minimum deposit rates on banks]

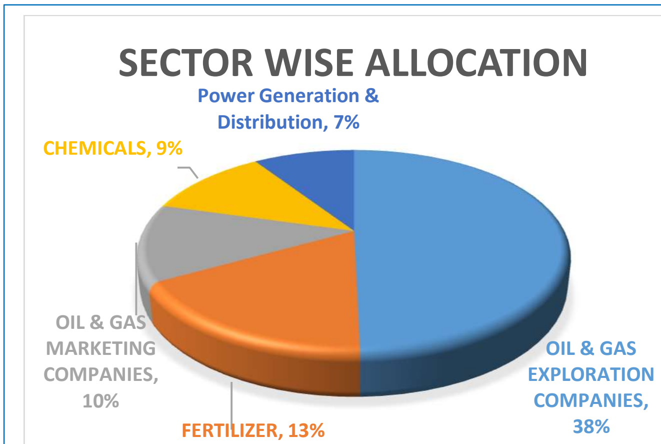


Asset Mix

Assets	June 2019	May 2019
Bank Balances	5.35%	5.80%
Term Deposits	23.15%	28.20%
Equities	37.43%	39.43%
Mutual Funds	19.86%	13.66%
Fixed Income Securities	10.36%	10.22%
Government Securities	0%	0%
Other Assets	3.85%	2.69%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-2.20%	-28.70%
180 Days Return	-3.59%	-7.33%
CYTD	-3.59%	-7.33%
Since Inception	-6.45%	-2.19%



Managers' Comments:

During the month of June 2019, the NAV per unit has been Decreased by PKR 2.1060 (-2.20%) from May.

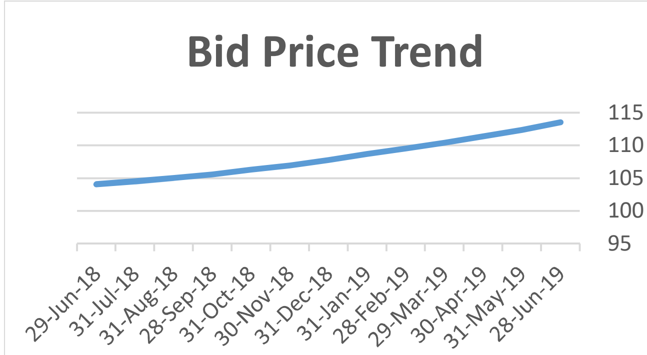
TAMEEN FUND (TAKAFUL)

Fund Objective:

A low to moderate risk profile fund that generates stable and secure returns by balancing the investment in long-term money market investments including term deposit in Islamic Banks and Sukuk Bonds.

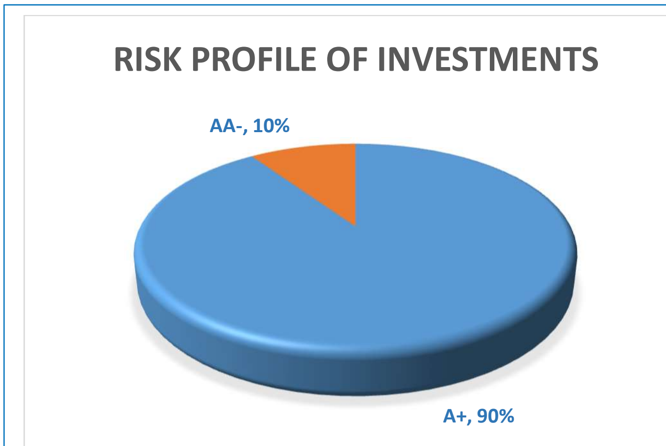
Fund Information:

Fund Name	Tameen Fund
Fund Size	PKR 174 Million
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(28 June 2019)**	PKR 113.5628
Fund Type	Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	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	90% [six (6) month PKRV rate (T-Bill rate)] + 10% [minimum deposit rates on banks]



Asset Mix

Assets	June 2019	May 2019
Bank Balances	5.96%	12.43%
Term Deposits	60.36%	69.16%
Mutual Funds	7.47%	0%
Fixed Income Securities	9.79%	12.14%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	16.42%	6.27%



Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	1.04%	13.55%
180 Days Return	5.36%	10.93%
CYTD	5.36%	10.93%
Since Inception	13.56%	4.61%

Managers' Comments:

During the month of June 2019, the NAV per unit has been Increased by PKR 1.1680 (1.04%) from May.

DISCLAIMER

This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in funds are subject to market risks. The NAV based prices of units and any returns thereon are dependent on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.