adamjeefamily
takaful

AUGUST - 2022

Fund Managers' Report

Performance Tracker

Adamjee Life Assurance
Window Takaful Operations

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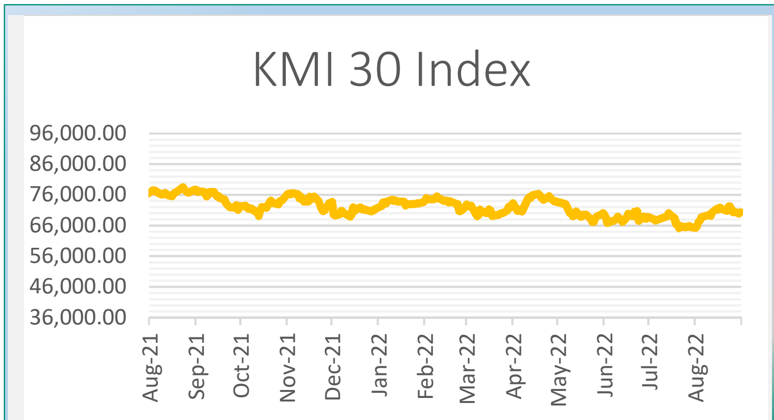
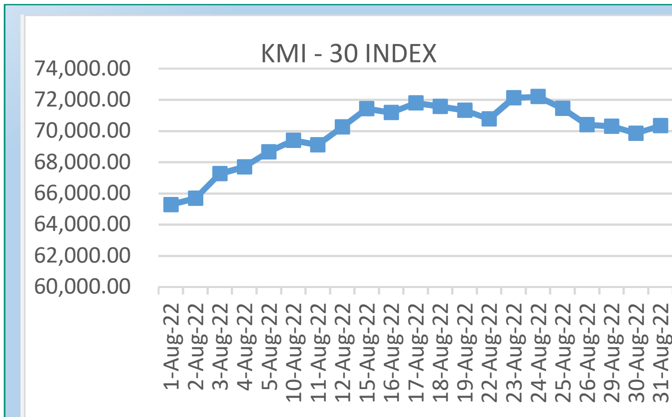
Equity Market Analysis

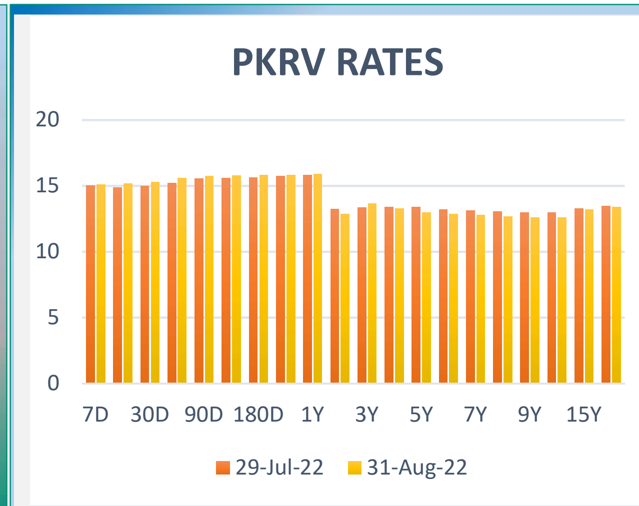
The month of August 2022 remained volatile for the KSE-100 index as it initially increased by 8.8%, however, it later lost momentum due to catastrophic flooding in the country to close the month at 42,351 points, rising by 2,201 points (+5.5% MoM). The positive performance during the first half of the month was fueled by receiving a letter of intent from the IMF pertaining to Pakistan's seventh and eighth reviews. Alongside, financial support assurances worth ~USD4bn from friendly countries (Qatar and Saudi Arabia) also helped build investors' confidence. This also led to the appreciation of PKR against the USD, further uplifting the market sentiment. However, this positivity evaporated as flash floods and the uncertainty surrounding its impact on the overall economy took a toll on the index in the latter half of the month. In the short-term, policy actions by the government to cope-up with the recent flash floods and its implication on the internal and external front along with inflows from multilateral agencies (post resumption of IMF program) will dictate the market direction. Nonetheless, we reiterate our stance on the deep discount the stock market is offering at the current level evident from Price to Earnings of 4.8x while offering an attractive dividend yield of 9.6%.Overall, investors' confidence was also reflected in market activity as average traded volume and value increased by 124% MoM and 97% MoM, respectively. Foreigners turned net sellers with an outflow of USD 5.4mn compared to a net buy of USD 7.5mn last month. On the local front, Insurance companies remained the major net seller with USD 16.4mn worth of equities, while major buying was seen from Brokers & Individuals who cumulatively bought USD 18.2mn worth of equities. The increase in the benchmark index was broad based whereby major contribution came from Cement, Banks, and Fertilizer sector which added 585pts, 551pts, and 269pts, respectively.





Money Market Analysis

SBP conducted the Treasury bill auction on Aug 24, 2022. The auction had a total maturity of PKR 653bn against a target of PKR 750bn. SBP accepted total bids worth PKR 578bn in 3 months' tenor, PKR 45bn in 6 months' tenors & PKR 154bn in 12 months' tenor at a cut-off yield of 15.80%, 15.85% & 15.94% respectively. The auction cutoff increased by an average of 3bps compared to last month's auction. Auction for Fixed coupon PIB bonds was held on Aug 04, 2022 with a total target of PKR 175bn. State bank of Pakistan accepted bids worth PKR 94bn in 3 years & PKR 205bn in 05 years at a cutoff rate of 13.95% & 13.40% respectively compared to 14.0% and 13.45% in the previous month. The short term secondary market yields increased by an average of 21 basis points (bps) while longer tenor yields declined by 28bps during the month. The increase in short term yields was due to high inflation number which is expected to remain elevated in the near term. The recent floods pose further upside risk to inflation numbers on account of crop failures. In the Monetary policy held in the month the SBP kept the interest unchanged as it adopted a wait and see approach to allow the recent rate hikes and policy measures to work their way through the system. Going forward developments on the fiscal and external fronts, global commodity prices and interest rate decisions by major central banks will influence SBP next course of action.



MAZ'AF FUND (TAKAFUL)

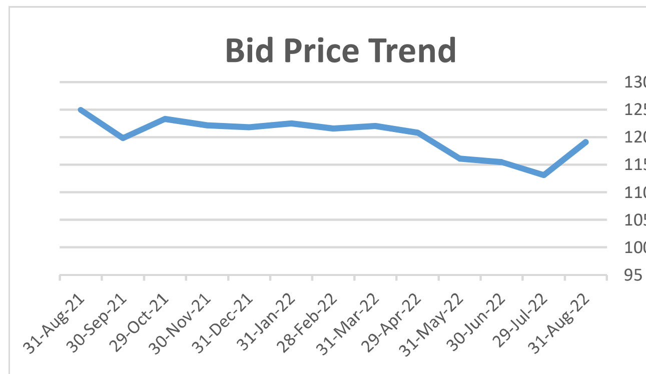
August 31, 2022

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 2.6 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Aug 2022)**	PKR 119.1143
Fund Type	Balanced Fund
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% of (average deposit rate of 3 A rated Islamic Banks or Islamic Windows of Conv. Banks as selected by MUFAP) + 60% of (KMI - 30 Index Return)

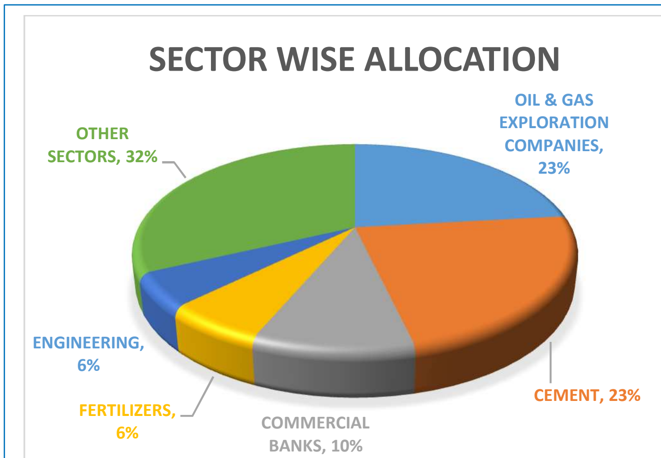


Asset Mix

Assets	August 2022	July 2022
Bank Balances	6.42%	5.88%
Term Deposits	9.48%	9.99%
Equities	36.30%	37.12%
Mutual Funds	19.87%	19.19%
Fixed Income Securities	5.90%	6.36%
GOP IJARA	17.16%	18.02%
Other Assets	4.87%	3.44%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	5.30%	85.90%
180 Days Return	-2.03%	-4.03%
CYTD	-2.21%	-3.29%
Since Inception	19.11%	2.91%
5 Years	21.87%	4.04%
10 Years	N/A	N/A



Managers' Comments:

During the month of Aug 2022, the NAV per unit has been increased by PKR 5.9981 (5.30%) from July 2022.

TAMEEN FUND (TAKAFUL)

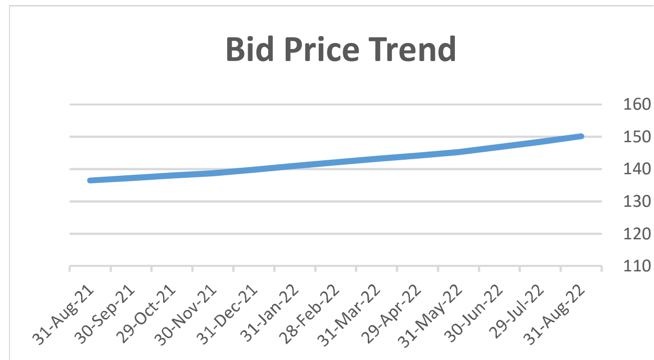
August 31, 2022

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 4.8 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Aug 2022)**	PKR 150.1457
Fund Type	Fixed Income Fund
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	Average deposit rate of three (3) A rated Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP

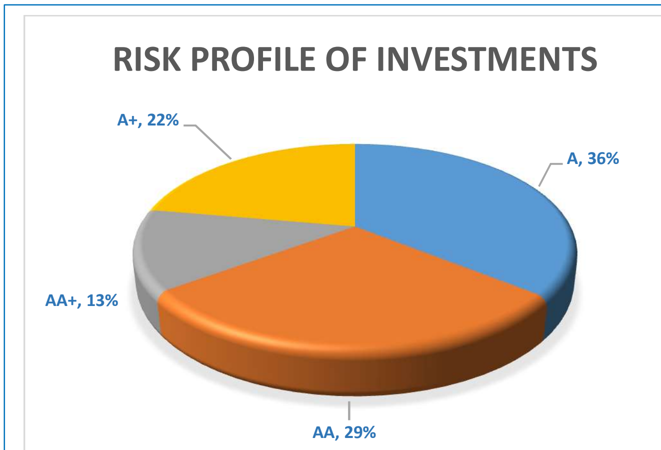


Asset Mix

Assets	August 2022	July 2022
Bank Balances	43.65%	39.02%
Term Deposits	34.79%	39.37%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	2.45%	2.55%
GOP IJARA	13.29%	13.64%
Real Estate	0.00%	0.00%
Other Assets	5.82%	5.42%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	1.19%	15.30%
180 Days Return	5.70%	11.73%
CYTD	7.44%	11.37%
Since Inception	50.15%	6.89%
5 Years	47.03%	8.01%
10 Years	N/A	N/A



Managers' Comments:

During the month of Aug 2022, the NAV per unit has been increased by PKR 1.7704 (1.19%) from July 2022.

SAMAN FUND (TAKAFUL)

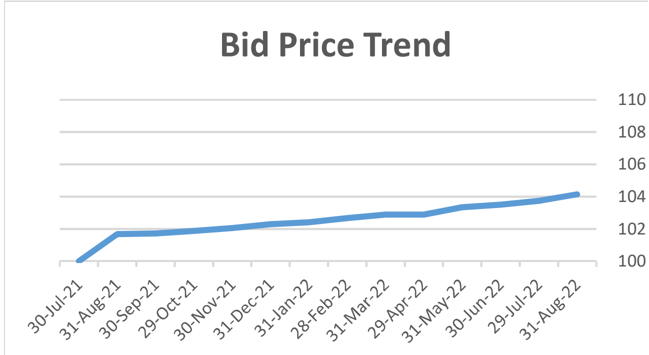
August 31, 2022

Fund Objective:

A moderate risk profile fund that aims to generate steady returns from investments in wide variety of Shariah compliant fixed income securities, Term deposits in Islamic Banks and Government Securities with limited exposure to Shariah Compliant equities.

Fund Information:

Fund Name	Saman Fund
Fund Size	PKR 2.4 Million
Launch Date	July 09, 2021
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Aug 2022)**	PKR 104.1401
Fund Type	Balance Fund
Management Fees	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% (Average deposit rate of three (3) A rated Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP) + 30% (KMI-30 Index Return)



Asset Mix

Assets	August 2022	July 2022
Bank Balances	50.15%	99.35%
Term Deposits	0.00%	0.00%
Mutual Funds	49.03%	0.00%
Fixed Income Securities	0.00%	0.00%
GOP IJARA	0.00%	0.00%
Real Estate	0.00%	0.00%
Other Assets	0.82%	0.65%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	0.38%	4.71%
180 Days Return	1.44%	2.90%
CYTD	1.82%	2.74%
Since Inception	4.14%	3.61%
5 Years	N/A	N/A
10 Years	N/A	N/A

Managers' Comments:

During the month of Aug 2022, the NAV per unit has been Increased by PKR 0.3983 (0.38%) from July 2022.

TOP EQUITY HOLDING

August 31, 2022

MAZAAF

TOP TEN HOLDINGS

MARI
MEBL
LUCK
ENGRO
OGDC
FCCL
BATA
PPL
HUBC
DGKC