adamjeefamily
takaful

JANUARY - 2023

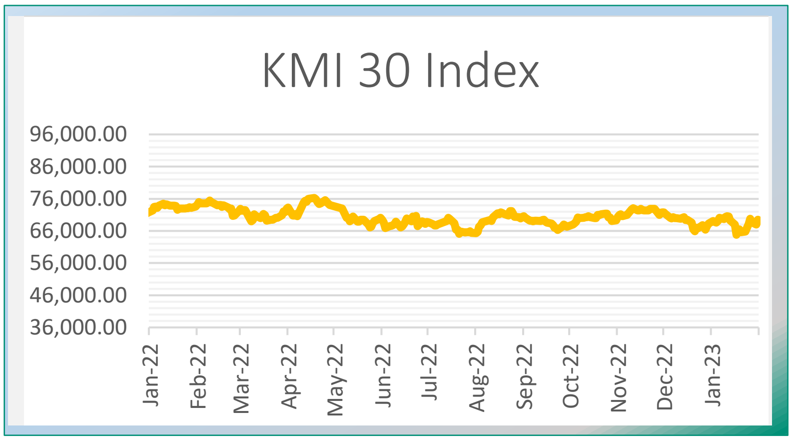
Fund Managers' Report

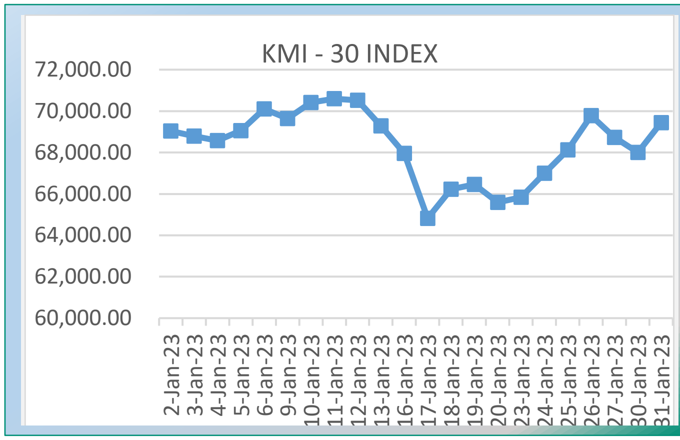
Performance Tracker

Adamjee Life Assurance
Window Takaful Operations
3rd and 4th Floor, Adamjee House,
I.I.Chundrigar Road, Karachi - 74000
+92 (21) 111-11-5433 | www.adamjeelife.com

Equity Market Analysis

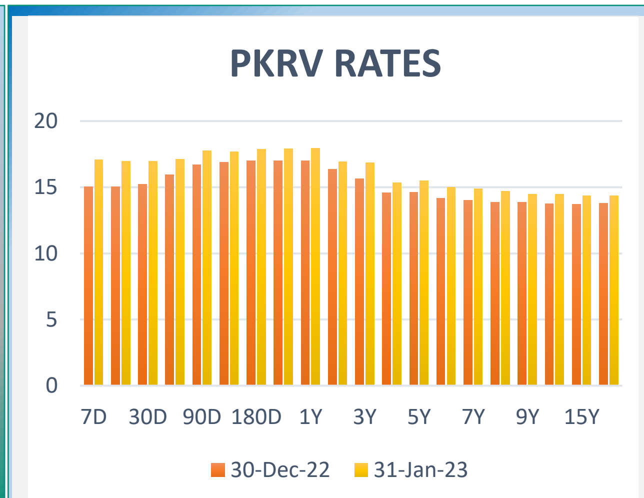
In the outgoing month of Jan-23, the benchmark KSE-100 index initially witnessed a sharp correction of 2,078 points (-5.1%) due to the deadlock over the IMF program and political chaos as assemblies in Punjab & KPK were dissolved. However, the market recovered at the tail end of the month to close January at 40,673 points, up by 253 points (0.6% MoM). The market momentum shifted as the government started taking policy actions to comply with the IMF's prior conditions paving the way for the completion of 9th review of IMF. On contribution front, Fertilizer and E&P sectors added 449 and 351 points, respectively to the index. Fertilizer was in the limelight as ENGRO announced buyback for 70mn shares, while interest in E&P sector was due to the expectation of bumper dividends on the account of clearance of circular debt. On the contrary, Cement and Pharma sectors remained laggard and contributed -235 and -157 points respectively. On the liquidity front, average traded volume decreased by 2% and average value traded increased by 17% MoM as the focus was tilted towards blue chip stocks. Foreigners turned net buyers with inflows worth USD 8.7mn, while on the local front Mutual Funds remained net sellers with an outflow of USD 21mn, which was absorbed by Individuals with USD 16mn worth of net buying. In the near-term, the discussion with IMF regarding policy actions and government implementation of prior actions will set the tone for market direction. In addition, market participants will be following developments on the external front for additional financing from bilateral and multilateral sources. We reiterate our stance on the deep discount the stock market is offering at the current level, evident from Price to Earnings of 4.7x while offering an attractive dividend yield of 10.8%.





Money Market Analysis

SBP conducted the Treasury bill auction on Jan 25, 2023. The auction had a total maturity of PKR 587bn against a target of PKR 650bn. The SBP accepted total bids worth PKR 818bn in 3 months' tenor at a cut-off yield of 17.94%, However, bids in other tenors were rejected. The auction cutoff increased by 94bps as compared to last month. Auction for Fixed coupon PIB bonds was held on Jan 18, 2023 having a total target of PKR 100bn. The government rejected all bids due to higher rates demanded by the investors. The short term secondary market yields jumped by an average of 92 basis points (bps) while longer tenor yields rose by 81bps during the month. The increase in yields was due to the rate hike of 100bps by the SBP in the monetary Policy held on January 23, 2023. The market participants were also concerned regarding the external and fiscal position due to delay in conclusion of the 9th review of IMF.



MAZ'AF FUND (TAKAFUL)

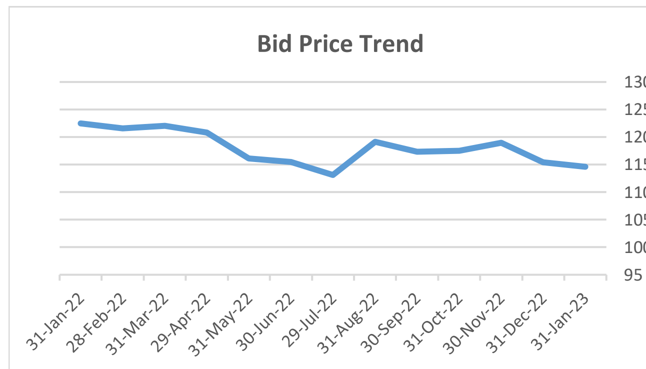
January 31, 2023

Fund Objective:

To earn higher returns in medium to long term by investing in diversified mix of shariah compliant equity, debt instruments and real estate.

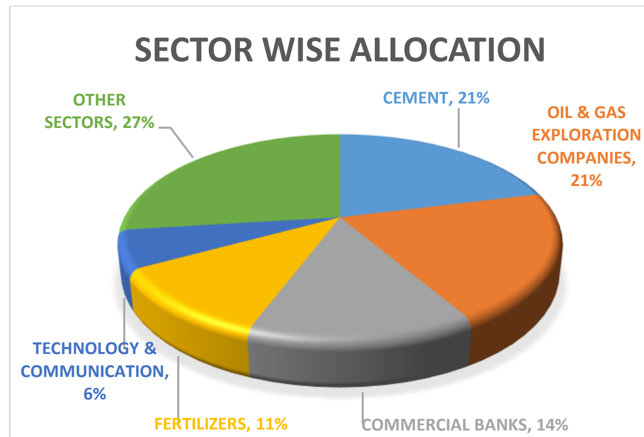
Fund Information:

Fund Name	Maza'af Fund
Fund Size	PKR 2.5 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Jan 2023)**	PKR 114.6317
Fund Type	Aggressive Fund
Management Fees	1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	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	January 2023	December 2022
Bank Balances	2.63%	6.40%
Term Deposits	9.96%	9.90%
Equities	41.21%	39.61%
Mutual Funds	19.24%	19.24%
Fixed Income Securities	6.60%	4.01%
GOP IJARA	15.89%	15.78%
Other Assets	4.47%	5.06%



Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	-0.66%	-7.69%
180 Days Return	1.34%	2.70%
CYTD	-0.66%	-7.69%
Since Inception	14.63%	2.12%
5 Years	11.46%	2.19%
10 Years	N/A	N/A

Managers' Comments:

During the month of Jan 2023, the NAV per unit has been Decreased by PKR 0.7672 (0.66%) from Dec 2022.

TAMEEN FUND (TAKAFUL)

January 31, 2023

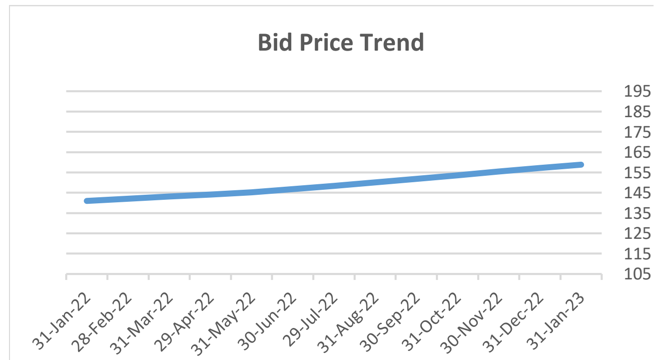
adamjeefamily takaful

Fund Objective:

To offer regular and steady returns from investment in wide variety of shariah compliant debt securities including bank deposits, government Securities etc without any exposure to corporate bonds and equities.

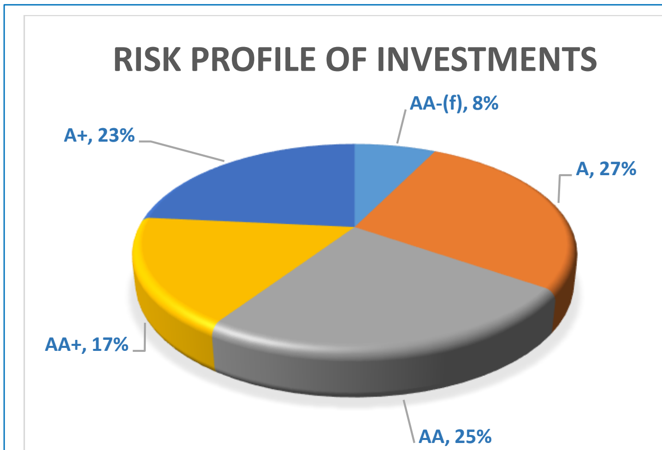
Fund Information:

Fund Name	Tameen Fund
Fund Size	PKR 5.8 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Jan 2023)**	PKR 158.8271
Fund Type	Income Fund
Management Fees	1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Low
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	January 2023	December 2022
Bank Balances	38.86%	34.81%
Term Deposits	37.06%	34.79%
Mutual Funds	6.05%	8.27%
Fixed Income Securities	1.29%	1.82%
GOP IJARA	13.03%	13.73%
Real Estate	0.00%	0.00%
Other Assets	3.71%	6.58%



Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	1.08%	13.69%
180 Days Return	7.04%	14.58%
CYTD	1.08%	13.69%
Since Inception	58.83%	7.36%
5 Years	53.28%	8.92%
10 Years	N/A	N/A

Managers' Comments:

During the month of Jan 2023, the NAV per unit has been Increased by PKR 1.6893 (1.08%) from Dec 2022.

SAMAN FUND (TAKAFUL)

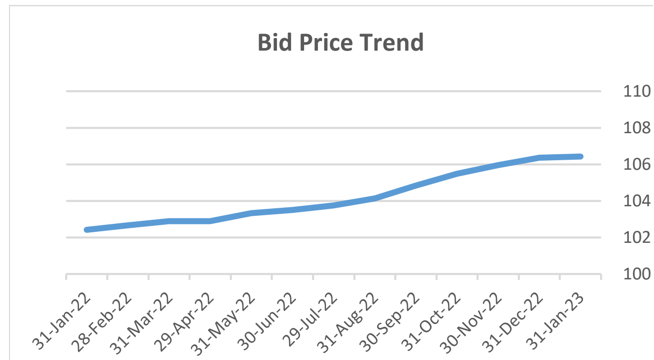
January 31, 2023

Fund Objective:

To provide growth in investment value by investing in shariah compliant debt instruments, equities and real estate.

Fund Information:

Fund Name	Saman Fund
Fund Size	PKR 3.9 Million
Launch Date	July 09, 2021
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Jan 2023)**	PKR 106.4268
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 A rated Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP] + 30% [KMI-30 Index Return]

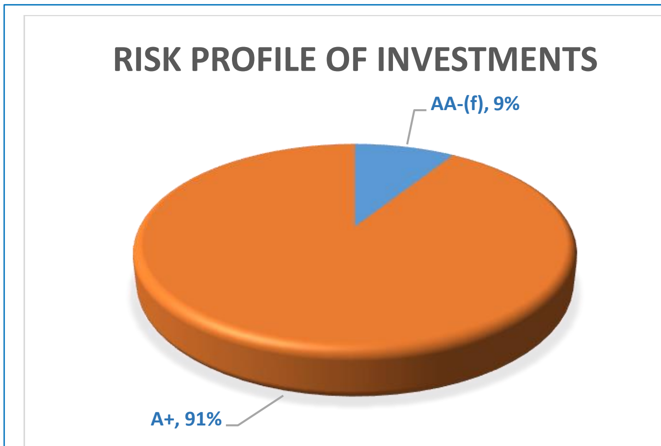


Asset Mix

Assets	January 2023	December 2022
Bank Balances	90.38%	99.20%
Term Deposits	0.00%	0.00%
Mutual Funds	8.93%	0.00%
Fixed Income Securities	0.00%	0.00%
GOP IJARA	0.00%	0.00%
Real Estate	0.00%	0.00%
Other Assets	0.69%	0.80%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	0.06%	0.75%
180 Days Return	2.59%	5.24%
CYTD	0.06%	0.75%
Since Inception	6.43%	4.06%
5 Years	N/A	N/A
10 Years	N/A	N/A



Managers' Comments:

During the month of Jan 2023, the NAV per unit has been Increased by PKR 0.0662 (0.06%) from Dec 2022.

TOP EQUITY HOLDING

January 31, 2023

MAZAAF

TOP TEN HOLDINGS

MARI
ENGRO
MEBL
LUCK
PPL
FCCL
OGDC
MLCF
CHCC
BATA