MAY
2019

PERFORMANCE TRACKER

FUND MANAGERS' REPORT

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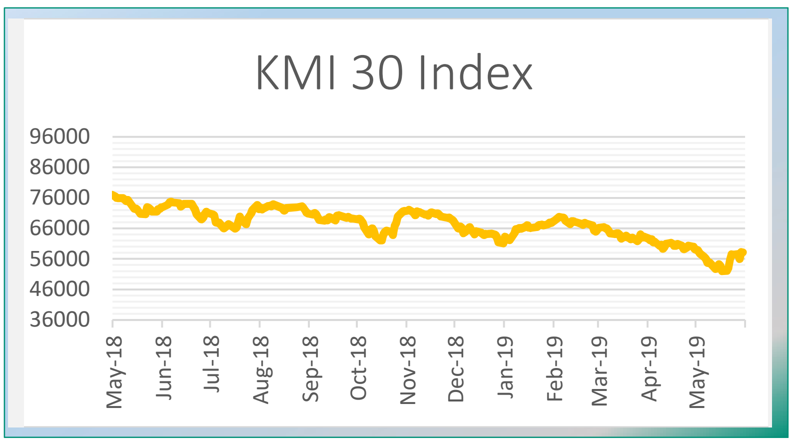
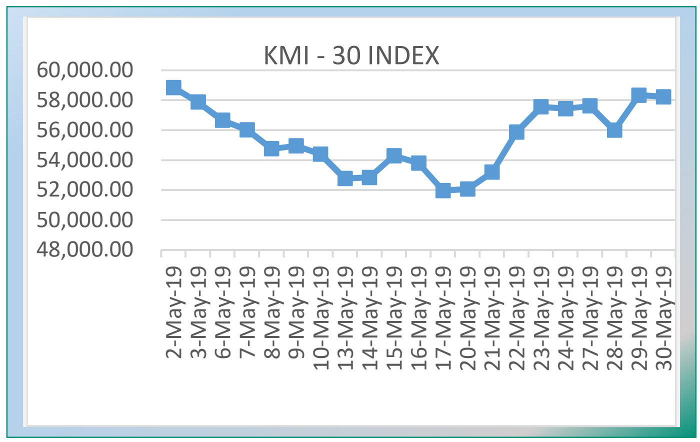
Equity Market Analysis

The benchmark Index KSE100 plunged by ~2.2% during the month despite conclusion of staff-level agreement between Pakistan and the IMF. A clear demarcation was seen in index returns for the two halves of the month with latter half showing recovery and generating a positive return of ~5%. The latter half was fueled by expected launch of two funds including State Enterprise Fund (SEF) and Equity Market Opportunity Fund (EMOF) to the tune of PKR 25 Bn. Once again, foreign buying was seen to the amount of USD 18.41 million. On the local front, mutual funds emerged as the biggest sellers liquidating ~USD 40 million of equities. Volumes and values traded decreased MoM averaging ~123.4 mn shares/ PKR ~4.97 bn respectively.

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. In the near-term, budget would remain the major trigger for the market.

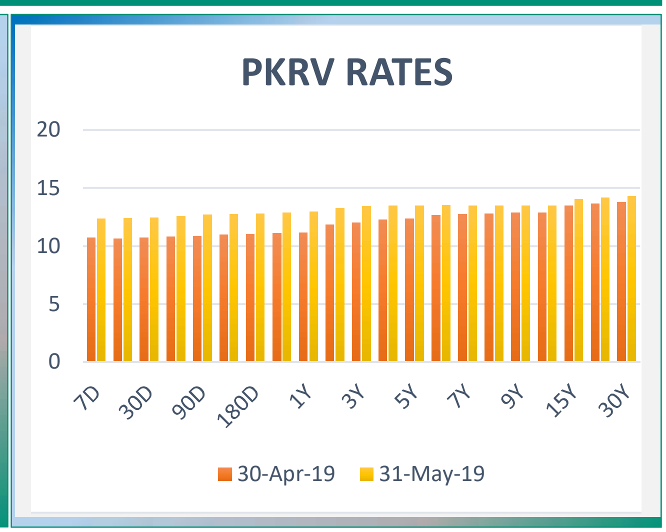




Money Market Analysis

State Bank of Pakistan conducted Treasury bill auction on May 22, 2019. The auction had a total maturity of PKR 500.66 billion against which a total participation of PKR 3,268.594 billion was witnessed. Out of total participation bids worth PKR 3,267.094 billion and PKR 1,500 million were received in 3 months and 6 months' tenor respectively, whereas, no participation was witnessed in 12 months' tenor. SBP accepted bids worth PKR 3,188.995 billion and 1,500 million at a cutoff yield of 12.7495% and 12.8010% for 3 and 6 months' tenor respectively.

Auction for fixed coupon PIB bonds was held on May 29th, 2019. Auction had a maturity of around PKR 2 billion and a target of PKR 100 billion. Total participation of PKR 465 billion was witnessed out of which 3, 5 & 10 years' tenor received bids worth PKR 143.82 billion, PKR 116.274 billion & PKR 205.016 billion respectively, no bids were received in 20 years' tenor. State bank of Pakistan accepted PKR 64.165 billion, PKR 32.047 billion and PKR 24.969 billion in 3, 5 and 10 years' tenor at a cut off rate of 13.6999%, 13.80% and 13.60% respectively. Auction for Floating Rate Bond was held on May, 29th 2019 with a total Target of PKR 100 billion. Total participation of PKR 68.5 billion was witnessed in this auction. State Bank of Pakistan accepted bids worth PKR 20 billion at a cutoff rate of 70bps over 6month T-Bill weighted average Yield.



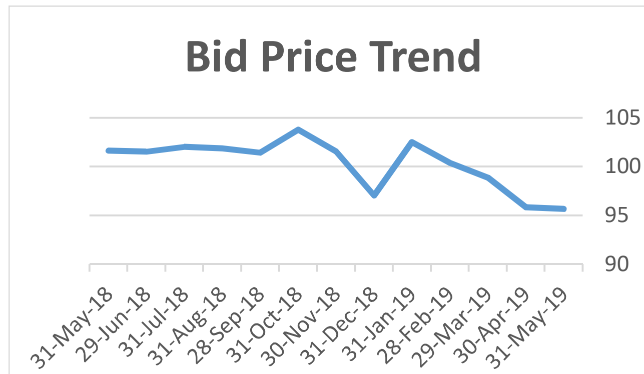
MAZ'AF FUND (TAKAFUL)

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 1.64 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 May 2019)**	PKR 95.6605
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]

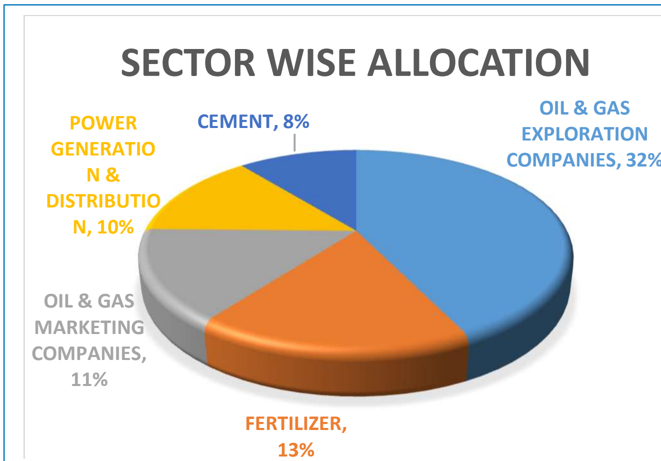


Asset Mix

Assets	May 2019	April 2019
Bank Balances	5.80%	4.00%
Term Deposits	28.20%	29.32%
Equities	39.43%	39.72%
Mutual Funds	13.66%	14.17%
Fixed Income Securities	10.22%	3.99%
Government Securities	0%	0%
Other Assets	2.69%	8.80%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-0.16%	-1.89%
180 Days Return	-5.81%	-11.65%
CYTD	-1.42%	-3.44%
Since Inception	-4.34%	-1.51%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Decreased by PKR 0.1536 (-0.16%) from April.

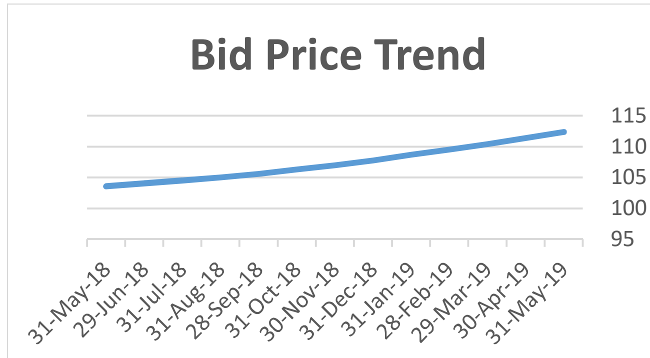
TAMEEN FUND (TAKAFUL)

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 140 Million
Launch Date	July 26, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 May 2019)	PKR 112.3948
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]

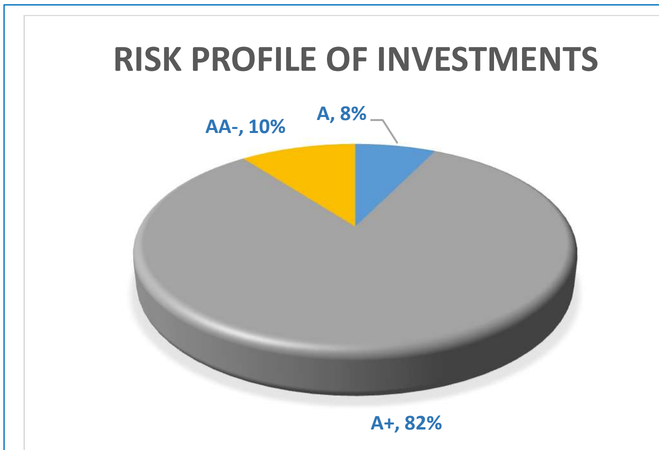


Asset Mix

Assets	May 2019	April 2019
Bank Balances	12.43%	4.49%
Term Deposits	69.16%	74.96%
Mutual Funds	0%	0%
Fixed Income Securities	12.14%	0%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	6.27%	20.55%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.88%	10.32%
180 Days Return	5.06%	10.14%
CYTD	4.28%	10.34%
Since Inception	12.39%	4.33%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Increased by PKR 0.9769 (0.88%) from April.

DISCLAIMER