adamjeefamily Takaful

NOVEMBER - 2019

Fund Managers' Report

Performance Tracker

Adamjee Life Assurance Co. Ltd - Window Takaful Operation
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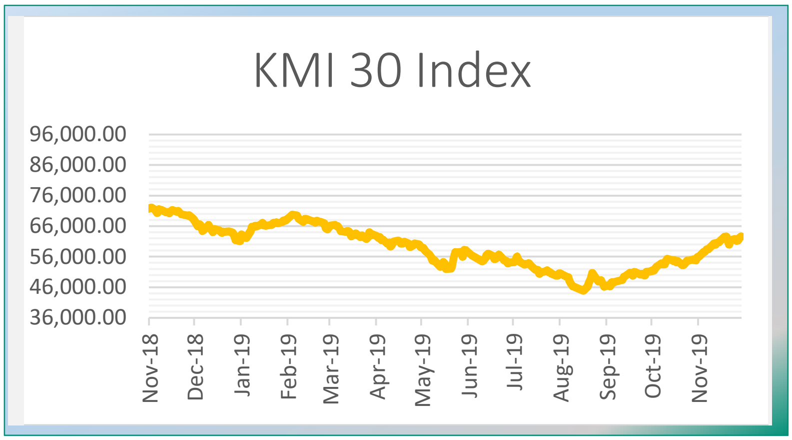
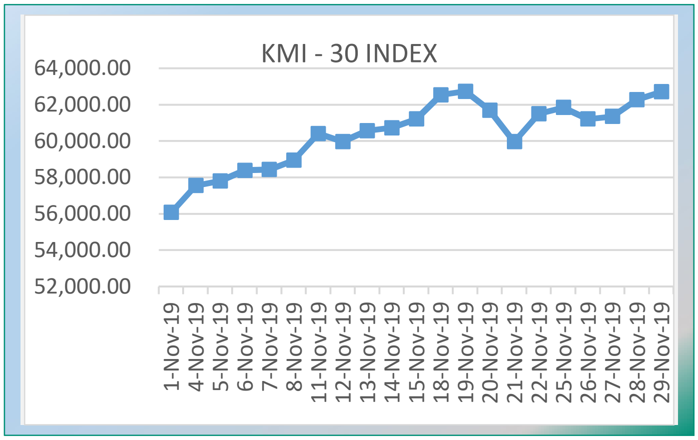
Equity Market Analysis

The benchmark KSE-100 index generated third consecutively positive gain posting a return of 14.9%, its highest return since May'13. Local individuals were the major buyers followed by mutual funds and companies. They bought shares worth of USD 40.72 Mn, USD 21.15 Mn and USD 10.04 Mn respectively. On the selling side, Banks and insurance companies were the biggest sellers selling shares worth USD 53.41 Mn and USD 20.81 Mn respectively. During the month volumes and values averaged at 294.28 Mn shares and PKR 10.3 billion respectively a massive increase from last month of 58.8%/75.1% respectively. During the month, Pakistan successfully concluded its first IMF review. Pakistan met the conditions on reduction in primary deficit, zero borrowing from the central bank and cap on issuance of new sovereign guarantees. IMF also allowed the government to issue fresh Soverign guarantees up to PKR 250 billion.

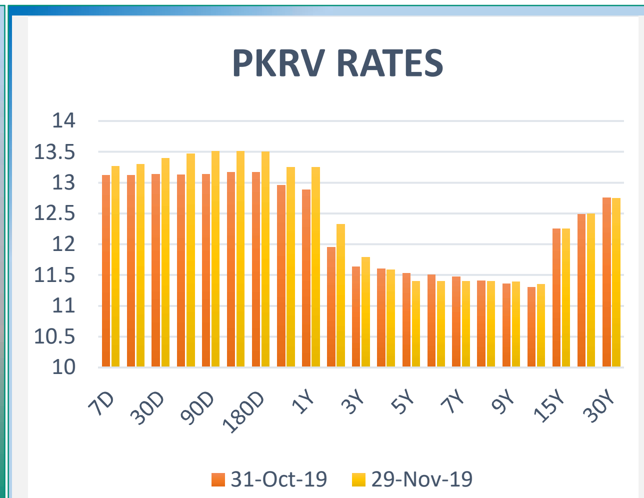
Over the short run, continuous spike in inflation and the risk of FATF can put a halt on the rally. Going forward, stocks offer long-term investment opportunity with rewards for patient investors. We continue to track trends in the economic indicators of the country and adjust our portfolio accordingly. Our Top-Down analysis favors sectors that fit the overall macroeconomic environment; however, we cannot ignore the individual company dynamics along with their prices that can play an important role in security selection.





Money Market Analysis

In its latest monetary policy SBP maintained policy rate at 13.25%, which was in line with the market expectations. SBP mainly took into account the inflation expectations that SBP believes have been on higher side. The inflation projections for FY20 have remained unchanged at 11-12 percent. Overall market sentiment has begun to gradually improve on the back of sustained improvements in the current account and fiscal account. State Bank of Pakistan conducted Treasury bill auction on November 20, 2019. The auction had a total maturity of PKR 175.77 billion against a target of PKR 500 billion. Auction witnessed a total participation of PKR 482 billion. Out of total participation bids worth PKR 216 billion were received in 3month Tenor, PKR 101 billion in 6 months and PKR 165 billion in 12 months' tenor. SBP accepted total bids worth PKR 256 billion in 3months, 6 months and 12 months at a cut-off yield of 13.5899%, 13.2899% and 13.2499% respectively.



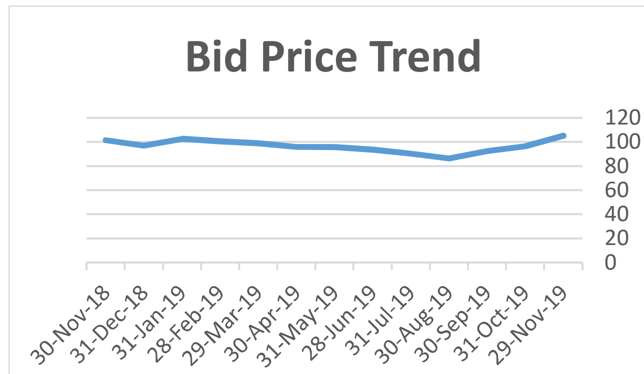
MAZ'AF FUND (TAKAFUL)

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.

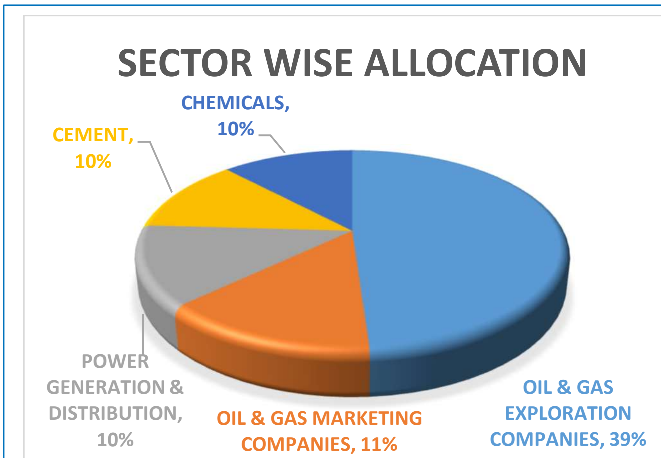
Fund Information:

Fund Name	Maza'af Fund
Fund Size	PKR 1.8 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(30 Nov 2019)**	PKR 105.1284
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% [six (6) month PKRV rate (T-Bill rate)] + 50% [KMI-30 Index Return] + 10% [minimum deposit rates on banks]



Asset Mix

Assets	November 2019	October 2019
Bank Balances	5.71%	3.53%
Term Deposits	25.40%	24.74%
Equities	32.16%	36.02%
Mutual Funds	23.57%	23.00%
Fixed Income Securities	6.48%	10.28%
Government Securities	0%	0%
Other Assets	6.68%	2.43%



Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	9.13%	114.97%
180 Days Return	9.90%	19.85%
CYTD	8.33%	9.14%
Since Inception	5.13%	1.52%

Managers' Comments:

During the month of November 2019, the NAV per unit has been Increased by PKR 8.7992 (9.13%) from October.

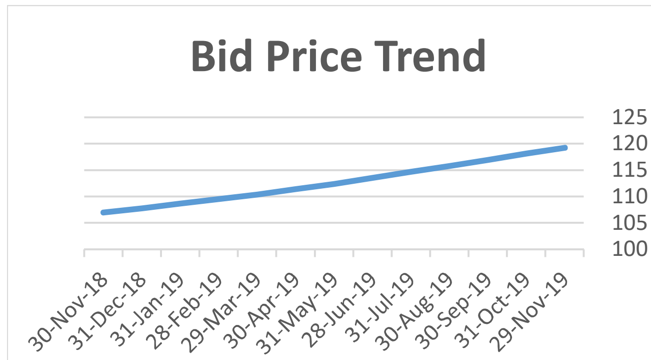
TAMEEN FUND (TAKAFUL)

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 525 Million
Launch Date	July 26, 2016
Bid Price (Inception)	PKR 100
Bid Price (30 Nov 2019)	PKR 119.2817
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	90% [six (6) month PKRV rate (T-Bill rate)] + 10% [minimum deposit rates on banks]



Asset Mix

Assets	November 2019	October 2019
Bank Balances	7.30%	13.52%
Term Deposits	82.82%	77.41%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	1.35%	3.75%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	8.53%	5.32%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.96%	12.05%
180 Days Return	6.13%	12.29%
CYTD	10.67%	11.69%
Since Inception	19.28%	5.73%

Managers' Comments:

During the month of November 2019, the NAV per unit has been Increased by PKR 1.1311 (0.96%) from October.

DISCLAIMER