adamjeefamily Takaful

Window Takaful Operations

FUND MANAGERS' REPORT

Performance Tracker

AUGUST - 2021

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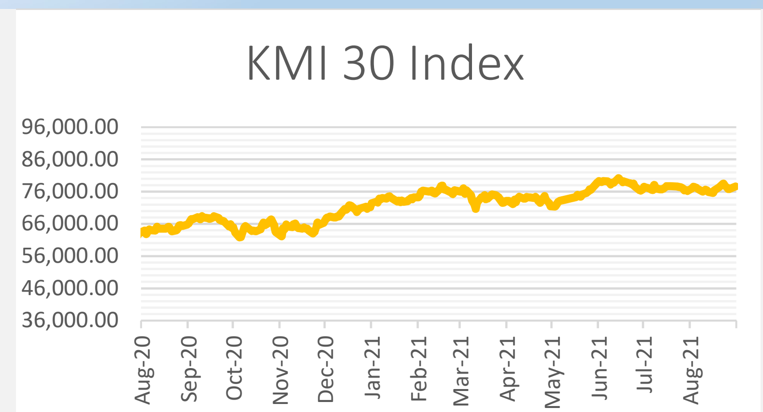
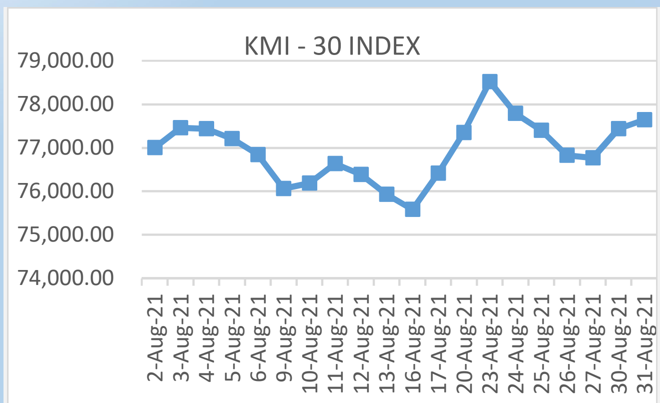
Equity Market Analysis

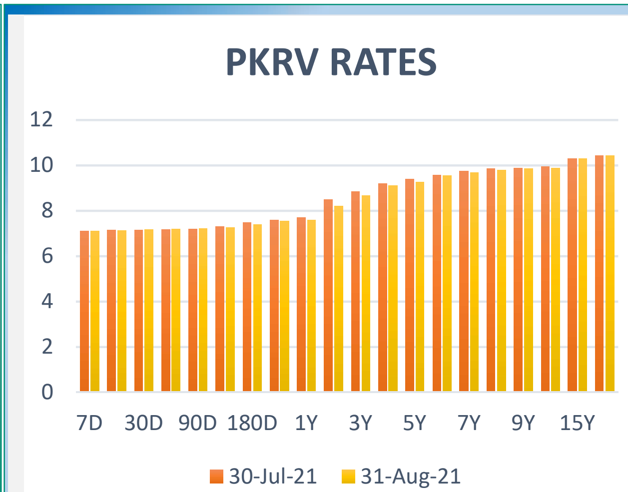
The KSE-100 index witnessed subdued performance in Aug-21, as it increased by a mere 364 points (0.8% MoM) to close the month at 47,420 points. The weak performance of the index can be attributed to concern over rising current account deficit amid ballooning import bill. This led to pressure on the currency, which put a dent in investors' confidence. Market was also concerned over the apparent lack of quick resumption of the IMF program and fluid security situation in Afghanistan. Market shrugged off positive news flows in the form of IMF SDR inflows and encouraging vaccination drive. The market activity decreased as average daily trade value declined by 17% MoM. Foreign investors continued their selling spree, posting a net outflow of USD 9.9mn in august. Insurance also remained sellers with a net outflow of USD 14.4mn. Companies and other organizations absorbed majority of the selling. The market is expected to remain range bound in the near term due to MSCI Review in which possible downgrade is expected and burgeoning import bill. However, we highlight that market is trading at a forward P/E of 6.4x and has a dividend yield of 8.0% indicating that it has absorbed all risks leaving significant room for rerating. The sixth review of the IMF is due this month and any positive development on this front could attract positive sentiment in the market. Positive contribution to the KSE-100 Index came from the Banking sector, which contributed 234 points to the index primarily due to strong performance of Meezan Bank. Technology sector also contributed 219 points to the index. The major index laggards were the Cement, Fertilizers and OGMCs sectors, which contributed -155, -37 and -29 points respectively.





Money Market Analysis

State Bank of Pakistan conducted a Treasury bill auction on Aug 25th, 2021. The auction had a total maturity of PKR 851 billion against a target of PKR 800 billion. Auction witnessed a total participation of PKR 1.499 trillion. Out of total participation bids worth, PKR 316 billion were received in 3 months' tenor, PKR 1,016 billion in 6 months and PKR 166 billion in 12 months' tenor. SBP accepted total bids worth PKR 614 billion in a breakup of PKR 172 billion and 441 billion at a cut-off yield of 7.2347% and 7.4389% in 3 months and 6 months' tenor respectively. Bids for the 12-months tenor were rejected. Auction for fixed coupon PIB bonds was held on Aug 4th, 2021 with a total target of PKR 150 billion against a maturity of PKR 92 billion. Total participation of PKR 416 billion was witnessed in this auction out of which 3, 5, 10 & 15 tenors received bids worth PKR 178 billion, PKR 114 billion, PKR 83 billion & PKR 40 billion respectively. State bank of Pakistan accepted PKR 81 billion in 3 years, PKR 34 billion in 5 years, PKR 5 billion in 10 years & PKR 40 billion in 15 years at a Cut-off rate of 8.88%, 9.1980%, 9.8390% and 10.4% respectively.



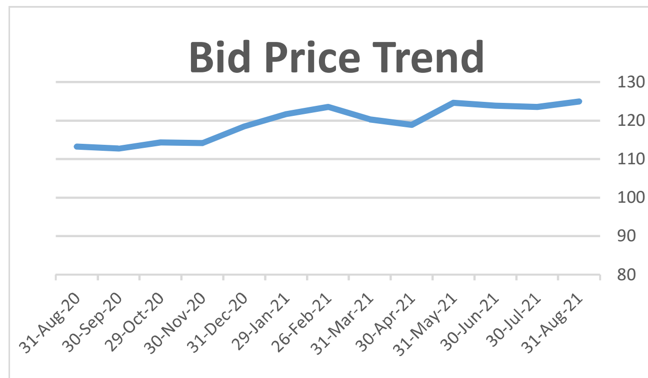
MAZ'AF FUND (TAKAFUL) August 31, 2021

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 2021)**	PKR 124.9589
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)

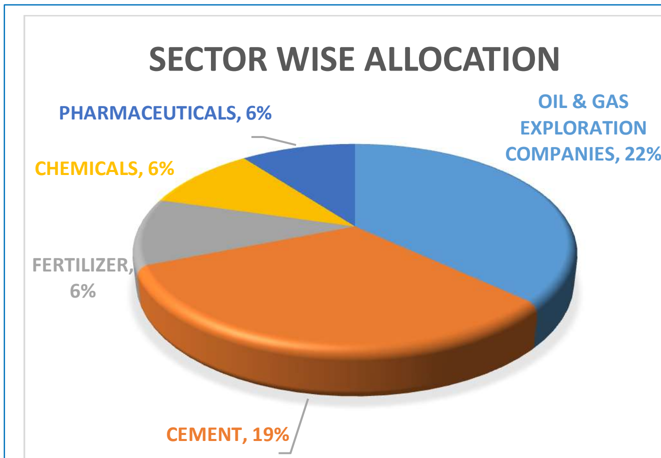


Asset Mix

Assets	August 2021	July 2021
Bank Balances	2.71%	2.75%
Term Deposits	18.74%	19.02%
Equities	27.11%	27.52%
Mutual Funds	37.72%	37.07%
Fixed Income Securities	5.88%	6.00%
GOP IJARA	6.61%	6.70%
Other Assets	1.23%	0.94%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	1.14%	12.95%
180 Days Return	1.15%	2.26%
CYTD	5.46%	8.21%
Since Inception	24.96%	4.87%
5 Years	24.51%	4.90%
10 Years	N/A	N/A



Managers' Comments:

During the month of Aug 2021, the NAV per unit has been Increased by PKR 1.4027 (1.14%) from July.

TAMEEN FUND (TAKAFUL) August 31, 2021

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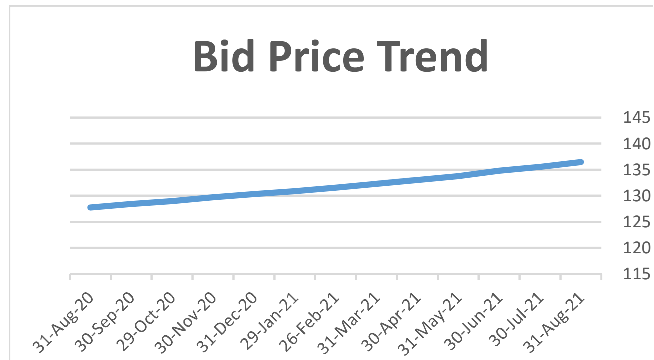
Fund Objective:

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.

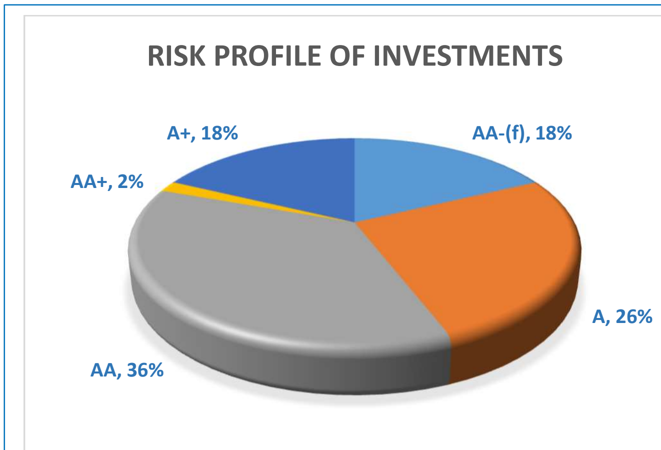
Fund Information:

Fund Name	Tameen Fund
Fund Size	PKR 2.8 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Aug 2021)**	PKR 136.4681
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 2021	July 2021
Bank Balances	8.37%	5.61%
Term Deposits	67.33%	71.21%
Mutual Funds	16.84%	16.52%
Fixed Income Securities	2.73%	2.89%
GOP IJARA	1.94%	2.05%
Real Estate	0%	0%
Other Assets	2.79%	1.72%



Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.67%	7.63%
180 Days Return	3.74%	7.33%
CYTD	4.70%	7.06%
Since Inception	36.47%	7.12%
5 Years	35.96%	7.19%
10 Years	N/A	N/A

Managers' Comments:

During the month of Aug 2021, the NAV per unit has been Increased by PKR 0.9065 (0.67%) from July.

TOP EQUITY HOLDING

MAZAAF

TOP TEN HOLDINGS

MARI
LUCK
ENGRO
PPL
PKGS
OGDC
POL
ILP
ARPL
HUBC