adamjeefamily Takaful
Window Takaful Operations

FUND MANAGERS' REPORT
Performance Tracker

OCTOBER - 2021

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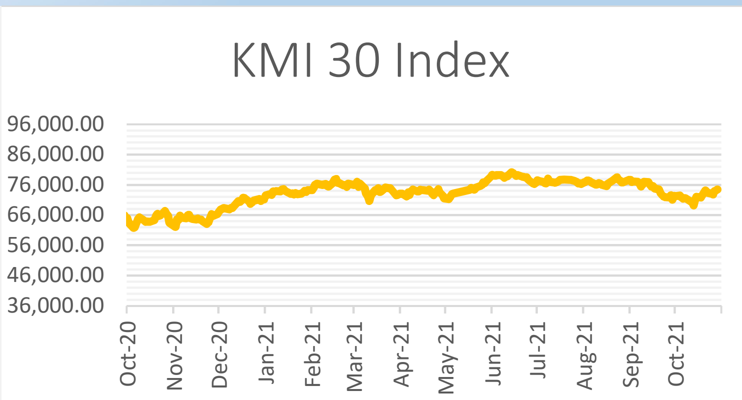
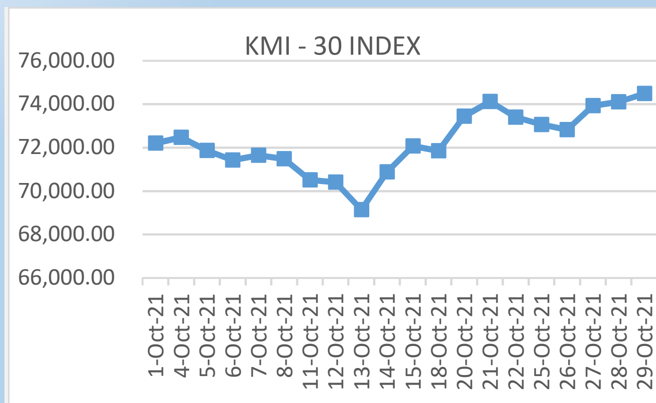
Equity Market Analysis

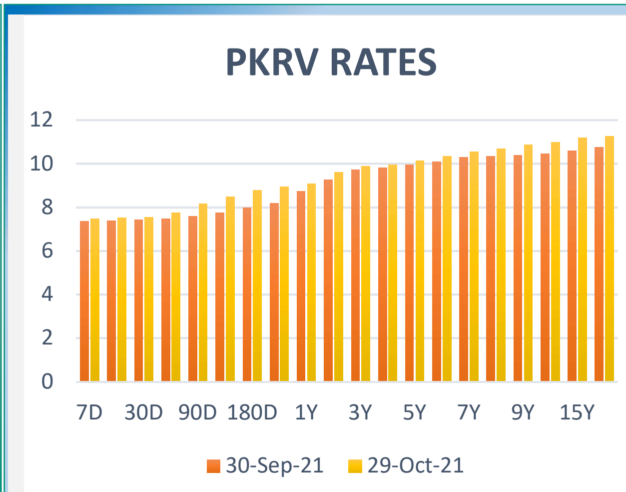
KSE-100 index remained volatile in the month of October 2021 as it initially declined by 3.7%, but later recovered to close the month at 46,218 points, up by 1,319 points (+2.9%). This volatility resulted from uncertainty prevailing around Pakistan's sixth review with the IMF and macro-economic concerns on external front due to rising commodity prices. Nonetheless, lower than expected Current Account Deficit, decline in international coal prices and financial support package from Saudi Arabia concurrently helped the index to bounce back in the latter half of the month. Foreign selling continued in this month as well where foreign investor has offloaded shares worth USD 31mn compared to USD 45mn in the previous month. Companies also remained sellers with a net outflow of USD 18.8mn. Insurance companies with a net inflow of USD 20.7mn absorbed majority of the selling. The market activity decreased as average daily trade value declined by 30% MoM. The major contribution to the index came from Banking sector (+9%) due to expectation of increase in interest rates amid attractive valuations. Cement sector (+7%) also remained in limelight as international coal prices cooled off after hitting a peak during the month. On the contrary, Technology sector remained laggard and declined by 16% in the month. The market is expected to remain in range bound territory in short term as geopolitics situation, higher commodity prices and apprehension over IMF negotiation cast risks in investor's mind. However, we highlight that market is trading at a forward P/E of 6.1x and offers an attractive dividend yield of 8.3%, indicating deep valuation discount.





Money Market Analysis

State Bank of Pakistan (SBP) conducted a Treasury bill auction on October 20, 2021. The auction had a total maturity of PKR 582bn against a target of PKR 600bn. Auction witnessed a total participation of PKR 715bn. Out of total participation bids worth, PKR 319bn were received in 3 months' tenor, PKR 192bn in 6 months, and PKR 203bn in 12 months' tenor. SBP accepted total bids worth PKR 169bn in 3 months' tenor at a cut-off yield of 8.25%. Bids for 6 months' tenor and 12 months' tenor were rejected. Yields in the secondary market showed an upwards trend during the month on expectations of a further hike in monetary policy. Auction for Fixed coupon PIB bonds was held on October 27, 2021 with a total target of PKR 150bn against the maturity of PKR 18bn. Total participation of PKR 193bn was witnessed in this auction out of which 3, 5, 10 & 15 tenors received bids worth PKR 72bn, PKR 67bn, PKR 55bn & PKR 616mn respectively. The SBP rejected all the bids. Auction for Semi-annual Floating Rate Bond was held on October 20, 2021 with a total target of PKR 25bn. Bids worth PKR 12.75bn were received in this auction, SBP rejected all the bids. Auction for Quarterly reset floating Rate Bond was held on October 20, 2021 with a total target of PKR 25bn. Bids worth PKR 39.25bn were received in this auction out of which SBP accepted bids worth PKR 1.6bn at a cutoff price of 98.72. Auction for Fortnightly Reset - Quarterly Payment Coupon floating Rate Bond was held on October 20, 2021 with a total target of PKR 25bn. Bids worth PKR 124bn were received in this auction out of which SBP accepted bids worth PKR 107bn at a cutoff price of 99.32.



MAZ'AF FUND (TAKAFUL)

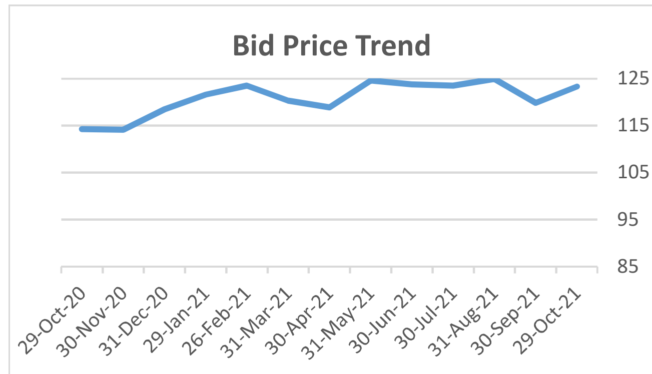
October 31, 2021

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 2.5 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(29 Oct 2021)**	PKR 123.3313
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)

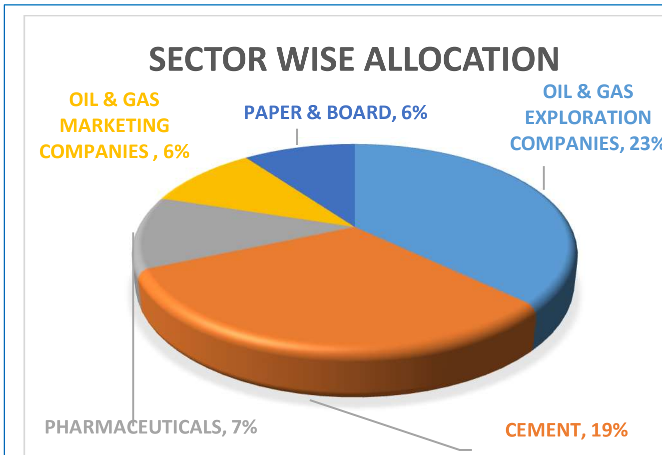


Asset Mix

Assets	October 2021	September 2021
Bank Balances	6.83%	1.34%
Term Deposits	14.65%	19.74%
Equities	25.15%	26.80%
Mutual Funds	35.95%	37.77%
Fixed Income Securities	6.05%	6.18%
GOP IJARA	8.23%	6.96%
Other Assets	3.14%	1.21%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	2.92%	36.70%
180 Days Return	3.71%	7.44%
CYTD	4.09%	4.94%
Since Inception	23.33%	4.42%
5 Years	21.70%	4.34%
10 Years	N/A	N/A



Managers' Comments:

During the month of Oct 2021, the NAV per unit has been Increased by PKR 3.4943 (2.92%) from Sep.

TAMEEN FUND (TAKAFUL)

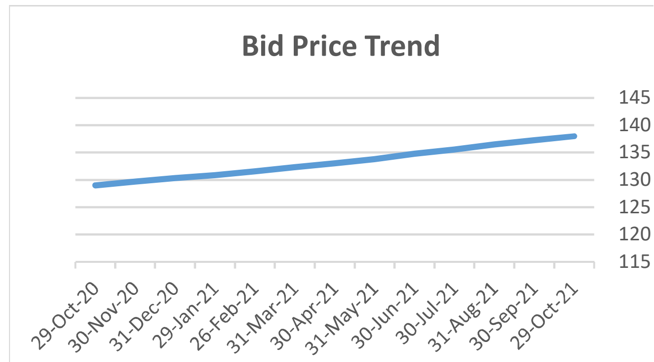
October 31, 2021

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 3.2 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(29 Oct 2021)**	PKR 137.9811
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

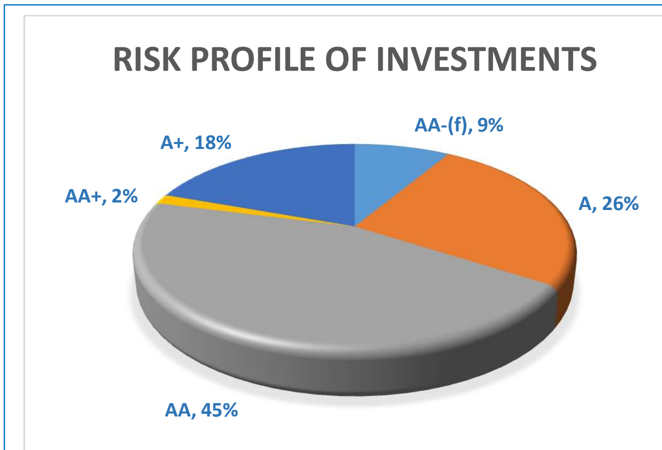


Asset Mix

Assets	October 2021	September 2021
Bank Balances	18.30%	8.49%
Term Deposits	62.42%	71.47%
Mutual Funds	7.76%	13.42%
Fixed Income Securities	2.43%	2.56%
GOP IJARA	6.65%	1.81%
Real Estate	0%	0%
Other Assets	2.44%	2.25%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.55%	6.94%
180 Days Return	3.73%	7.48%
CYTD	5.86%	7.09%
Since Inception	37.98%	7.19%
5 Years	36.28%	7.26%
10 Years	N/A	N/A



Managers' Comments:

During the month of Oct 2021, the NAV per unit has been Increased by PKR 0.7570 (0.55%) from Sep.

TOP EQUITY HOLDING

MAZAAF

TOP TEN HOLDINGS

MARI
LUCK
PKGS
ENGRO
PPL
ILP
POL
HUBC
BWCL
ABOT