adamjeefamily
takaful

Fund Managers' Report

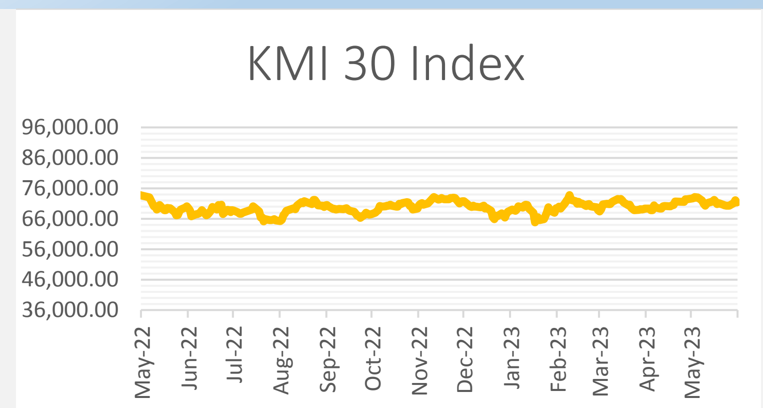
Performance Tracker

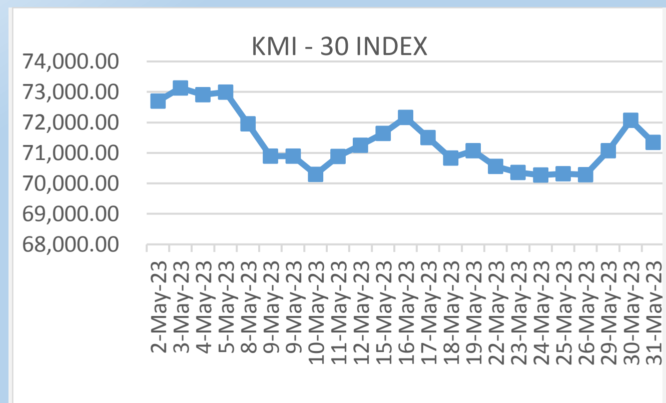
May 2023

Adamjee Life Assurance
Window Takaful Operations
3rd and 4th Floor, Adamjee House,
I.I.Chundrigar Road, Karachi - 74000

Equity Market Analysis

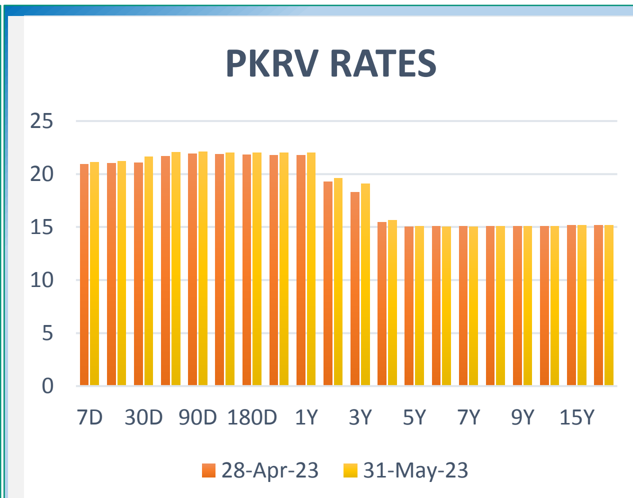
The market activity improved post Ramadan with the average traded volume increasing by 34% MoM. Foreign investors remained net sellers with an outflow worth of USD 3.5mn. On the local front, Mutual Funds and Insurance Companies were net sellers with an outflow of USD 11.7mn and USD 5.8mn, which was mainly absorbed by the individuals and banks with net inflow of USD 14.7mn and USD 6.0mn, respectively. The KSE-100 index closed on a negative note in May-23 as concerns emerged regarding substantial debt repayments in the remainder fiscal year with more news flow indicating the FY24 Budget a new focus point of the IMF, prior to the conclusion of the ninth review. Persistent delay in resumption of the IMF program coupled with depleting FX reserves, further depreciated the Pak Rupee to PKR 285.47/USD (-0.57% MoM). There were bouts of positivity in the month as announcements of share buybacks and potential for enhanced dividend and bonus issues to counter any taxation measures on reserves, propped investor’s sentiment. However, the lack of concrete developments regarding the resumption of the IMF program and pre Budget jitters overshadowed these developments. As a result, the KSE-100 Index closed the month at 41,331 points, decreasing by 0.6% MoM (-250 points). On the sectoral front, Technology and E&P sectors put a drag on index by 442 and 295 points respectively. The E&P sector remained laggard as delay in the IMF program would lead to diminishing prospects for better cash flow and dividends. On the flip side Cement sector added 469 points to the index as the decline in coal prices and buy back announced by Lucky Cement boosted investor’s sentiment.





Money Market Analysis

SBP conducted the Treasury bill auction on May 31, 2023. The auction had a total maturity of PKR 1,690bn against a target of PKR 1,800bn. SBP accepted total bids worth PKR 2,166bn in 3 months’ tenor, PKR 3.7bn in 6 months’ tenor & PKR 4.9bn in 12 months’ tenor at a cut-off yield of 22.00%, 21.94% & 22.00% respectively. The auction cutoff was maintained as compared to last month. An auction for Fixed coupon PIB bonds was held on May 10, 2023 having a total target of PKR 100bn. SBP accepted bids worth 62bn in 3years at a cut off rate of 19.39%.The short term secondary market yields increased by an average of 21 basis points (bps) while longer tenor yields rose by 30bps during the month. The increase in yields was due to the government's increased borrowing requirements from domestic sources in the absence of external inflows. The political uncertainty also affected investors’ sentiments and put upwards pressure on yields.



MAZ'AF FUND (TAKAFUL)

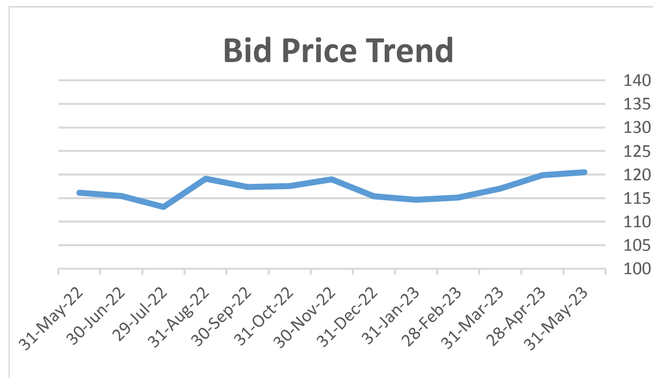
May 31, 2023

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.

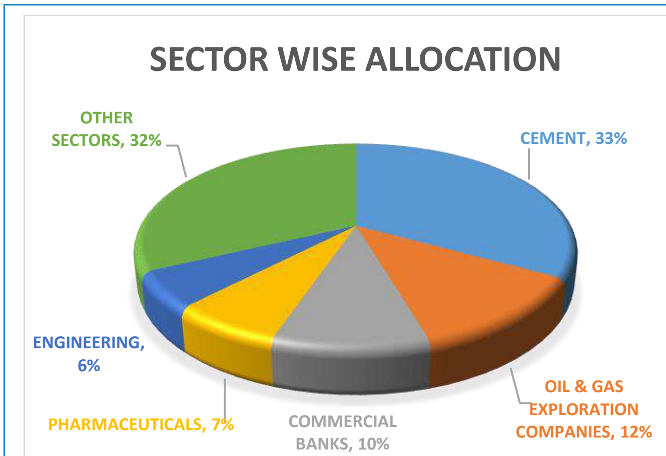
Fund Information:

Fund Name	Maza'af Fund
Fund Size	PKR 2.3 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 May 2023)**	PKR 120.4861
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	May 2023	April 2023
Bank Balances	9.21%	3.85%
Term Deposits	2.10%	9.67%
Equities	39.57%	38.39%
Mutual Funds	19.92%	19.65%
Fixed Income Securities	6.88%	6.36%
GOP IJARA	17.40%	16.06%
Other Assets	4.92%	6.02%



Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	0.53%	6.50%
180 Days Return	1.26%	2.53%
CYTD	4.41%	10.91%
Since Inception	20.49%	2.76%
5 Years	18.55%	3.46%
10 Years	N/A	N/A

Managers' Comments:

During the month of May 2023, the NAV per unit has been increased by PKR 0.6310 (0.53%) from April 2023.

TAMEEN FUND (TAKAFUL)

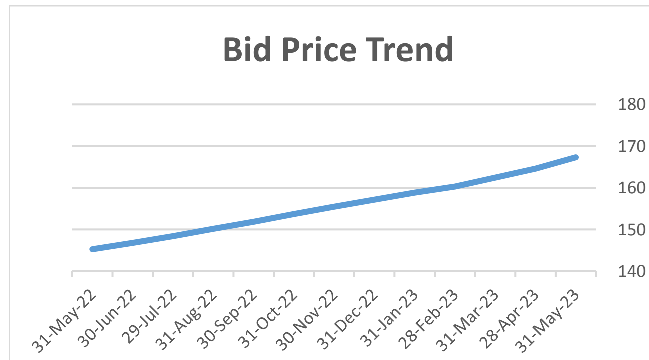
May 31, 2023

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 6.7 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(31 May 2023)**	PKR 167.3049
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

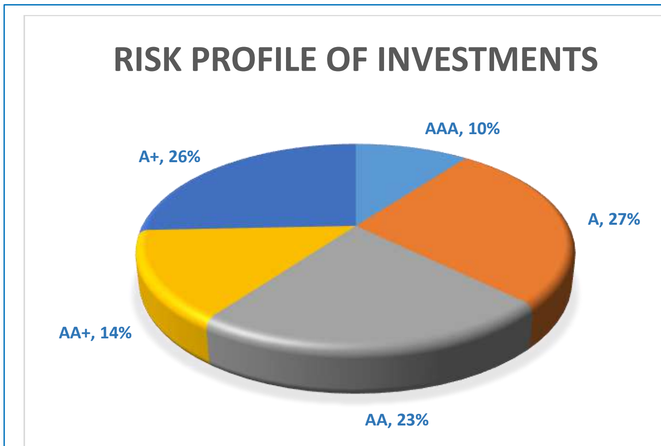


Asset Mix

Assets	May 2023	April 2023
Bank Balances	34.44%	34.00%
Term Deposits	37.90%	37.35%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	1.13%	1.19%
GOP IJARA	21.72%	23.07%
Real Estate	0.00%	0.00%
Other Assets	4.81%	4.39%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	1.63%	21.46%
180 Days Return	7.65%	15.89%
CYTD	6.47%	16.24%
Since Inception	67.30%	7.81%
5 Years	61.47%	10.06%
10 Years	N/A	N/A



Managers' Comments:

During the month of May 2023, the NAV per unit has been increased by PKR 2.6888 (1.63%) from April 2023.

TOP EQUITY HOLDING

May 31, 2023

MAZAAF

TOP TEN HOLDINGS

LUCK
FCCL
MARI
MLCF
MEBL
MUGHAL
DGKC
BATA
ILP
NATF