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Fund Managers' Report

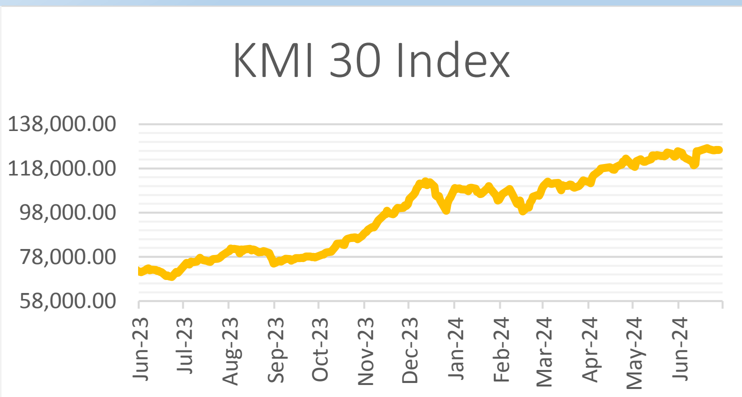
Performance Tracker

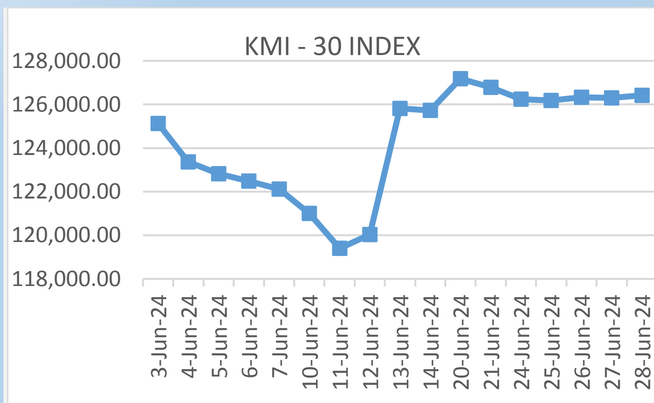
June 2024

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

Equity Market Analysis

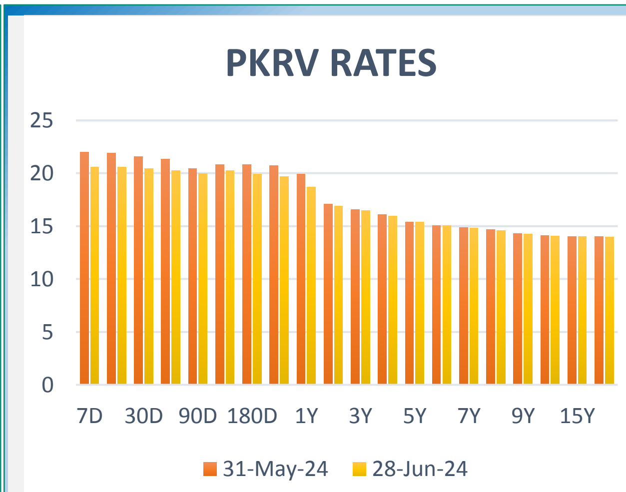
The market experienced severe pressure at the start of the month, with the index correcting by 3,288 points in anticipation of a significant hike in capital gains tax (CGT) and stringent budgetary measures. However, following the budget announcement, a relief rally occurred as the CGT remained unchanged, contrary to earlier rumors. In addition, the start of monetary easing cycle with 150bps cut by SBP further boosted investor confidence. Furthermore, the Government of Pakistan allowed the repatriation of approximately USD 918 million worth of dividends, which was positively received by market participants. The bullish momentum continued at local bourse with benchmark KSE-100 index reaching a new all-time high with a month end close of 78,445 points, marking an increase of 3.4% or 2,566 points MoM. This brings cumulative return for fiscal year 2024 to staggering 89% YoY (94% YoY in USD), making KSE-100 the world's best performing market in FY24. The market activity dampened in June 2024, with the average traded volume decreased by 28.3% MoM and the average value traded declined by 20.1% MoM. On the flows front, foreigners remained net buyers with a net inflow of USD 1.8 million, while on the local front, major buying was seen from Companies and Insurance with a net inflow of USD 13.3mn and USD 6.0mn, respectively. Major net selling was witnessed from Individuals, Banks, and Brokers with a cumulative net outflow of USD 30.9mn. In terms of sectors, the Banking, Fertilizer, and Power sectors made substantial positive contributions in June 24, adding 1,516; 611 and 591 points to the index, respectively. Attractive dividend yield and improvement in macros garnered investors' interest in Banking & Fertilizer sector. While Power sector came into limelight on the back of HUBC's announcement to enter in JV to start EV manufacturing in Pakistan. On the flipside, Technology and Textile sector contributed negative 279 and 121 points into the index performance, respectively.





Money Market Analysis

SBP conducted the Treasury bill auction on June 27, 2024. The auction had a total maturity of PKR 301 billion against a target of PKR 450 billion. SBP accepted total bids worth PKR 91.1 billion in 3 months, PKR 418.0 billion in 6 months and PKR 187.4 billion in 12 months' tenors at a cut-off yield of 20.15%, 19.96% and 18.54% respectively. The cutoff declined by an average of 115bps from last month auction due to larger than expected interest rate cut. The auction for fixed coupon PIB bonds was held on June 25, 2024 having a total target of PKR 190 billion. SBP accepted bids worth PKR 116.0 billion in 3 Years, PKR 1.5 billion in 5 Years and PKR 13.9 billion in 10 years at a cut off rates of 16.60%, 15.45% and 14.25%, respectively. The short-term secondary market yields decreased by an average of 87basis points (bps) while longer tenor yields declined by 5bps during the month. The yields eased off as SBP reduced the policy rate by 150bps to 20.5% compared to market expectation of a 100bps decline in interest rates. The monetary policy noted a significant decline in inflation, resulting in a substantially positive real interest rate, which justifies initiating a monetary easing cycle.



MAZ'AF FUND (TAKAFUL)

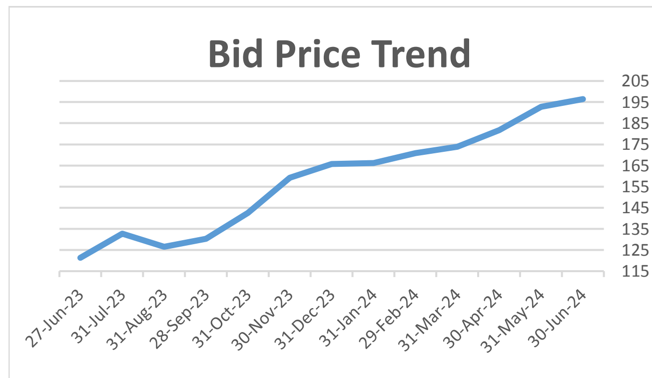
June 30, 2024

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 3.4 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(30 June 2024)**	PKR 196.4329
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	MCB Investment Management Limited (Formerly: MCB ARIF Habib Saving & Investment Ltd) is managing this Fund 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)

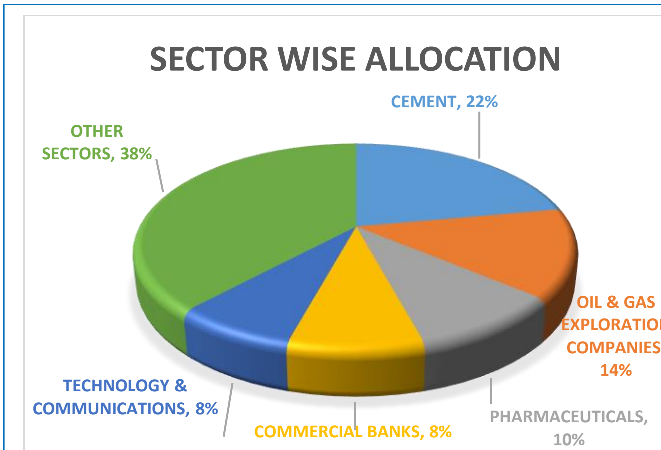


Asset Mix

Assets	June 2024	May 2024
Bank Balances	6.49%	6.96%
Term Deposits	0.00%	0.00%
Equities	33.71%	38.66%
Mutual Funds	27.30%	20.60%
Fixed Income Securities	5.46%	5.48%
GOP IJARA	23.78%	23.90%
Other Assets	3.26%	4.40%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	1.90%	25.39%
180 Days Return	18.58%	40.60%
CYTD	18.58%	40.60%
Since Inception	96.43%	8.89%
5 Years	109.97%	15.99%
10 Years	N/A	N/A



Managers' Comments:

During the month of June 2024, the NAV per unit has been increased by PKR 3.6694 (1.90%) from May 2024.

TAMEEN FUND (TAKAFUL)

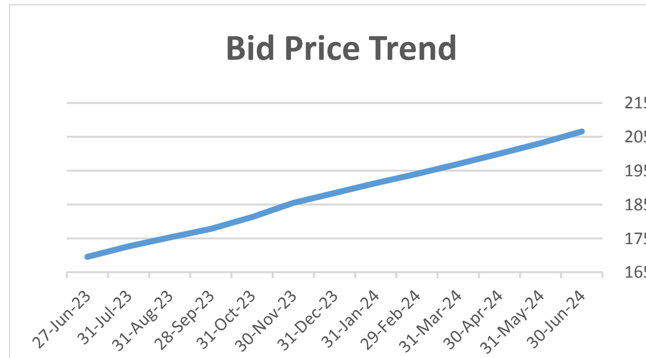
June 30, 2024

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 9.2 Billion
Launch Date	July 26, 2016
Bid Price **(Inception)**	PKR 100
Bid Price **(30 June 2024)**	PKR 206.5777
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	MCB Investment Management Limited (Formerly: MCB ARIF Habib Saving & Investment Ltd) is managing this Fund 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

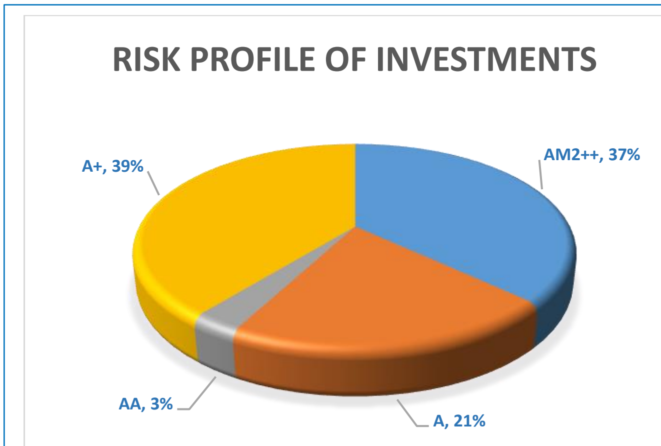


Asset Mix

Assets	June 2024	May 2024
Bank Balances	15.78%	6.68%
Term Deposits	0.00%	0.00%
Mutual Funds	9.71%	14.33%
Fixed Income Securities	0.81%	0.82%
GOP IJARA	69.77%	72.18%
Real Estate	0.00%	0.00%
Other Assets	3.93%	5.99%

Fund Returns:

	Absolute	Annualized (CAGR)
Month to Date (MTD)	1.71%	22.58%
180 Days Return	9.67%	20.27%
CYTD	9.67%	20.27%
Since Inception	106.58%	9.58%
5 Years	81.91%	12.71%
10 Years	N/A	N/A



Managers' Comments:

During the month of June 2024, the NAV per unit has been increased by PKR 3.4750 (1.71%) from May 2024.

TOP EQUITY HOLDING

June 30, 2024

MAZAAF

TOP TEN HOLDINGS

LUCK
MEBL
SYS
OGDC
MLCF
HUBC
PPL
ILP
ABOT
BATA