



FUND MANAGER'S REPORT

For the Month of June 2024

Executive Summary

Macroeconomic Snapshot				
Statistic	Month Reported	Current	Previous	FYTD
FDI (USD mn)	May	271	359	1728
CPI	June	12.57%	11.76%	23.88%
Trade Deficit (USD mn)	May	(2038)	(1813)	(19724)
Tax Collection (PKR bn)*	June	1183	760	9306
Remittances (USD mn)	May	3243	2812	27093

In June 2024, the federal government announced budget for FY25, targeting GDP growth at 3.6% compared to 2.4% in FY24. Notably, fiscal deficit was expected at PKR 8.5trn, which is approximately 6.8% of the GDP. Inflation was expected to remain consistent throughout the year at around 12%. Indirect taxes were increased, and higher taxation levels were imposed upon the already burdened salaried class.

The stock market continued its momentum with the KSE 100 index hitting a new high of 78,800 points. The federal budget fueled the rally by maintaining the tax rate on capital gains, and dividends for tax filers, meanwhile a decrease in key policy rate by 1.5% by the State Bank further pushed the rally.

Forex Reserves for the month stood at USD 14.57bn compared to USD 14.31bn in the previous month. Remittances showed a healthy increase to USD 3243mn compared to USD 2812mn in April. Reported numbers for May also showed a slight increase in trade deficit to USD 2038mn from USD 1813mn. CPI showed a slight increase to 12.57% in June from 11.76% in May. On tax collection front, the FBR collected PKR 9306 billion in the financial year 2023-2024, surpassing their target by PKR 54 billion.

Updates and Perspectives

Money Market

For the month of June, the KIBOR rates of the 3-month, 6-month, and 12-month periods declined by 80bps, 88bps and 118bps respectively.

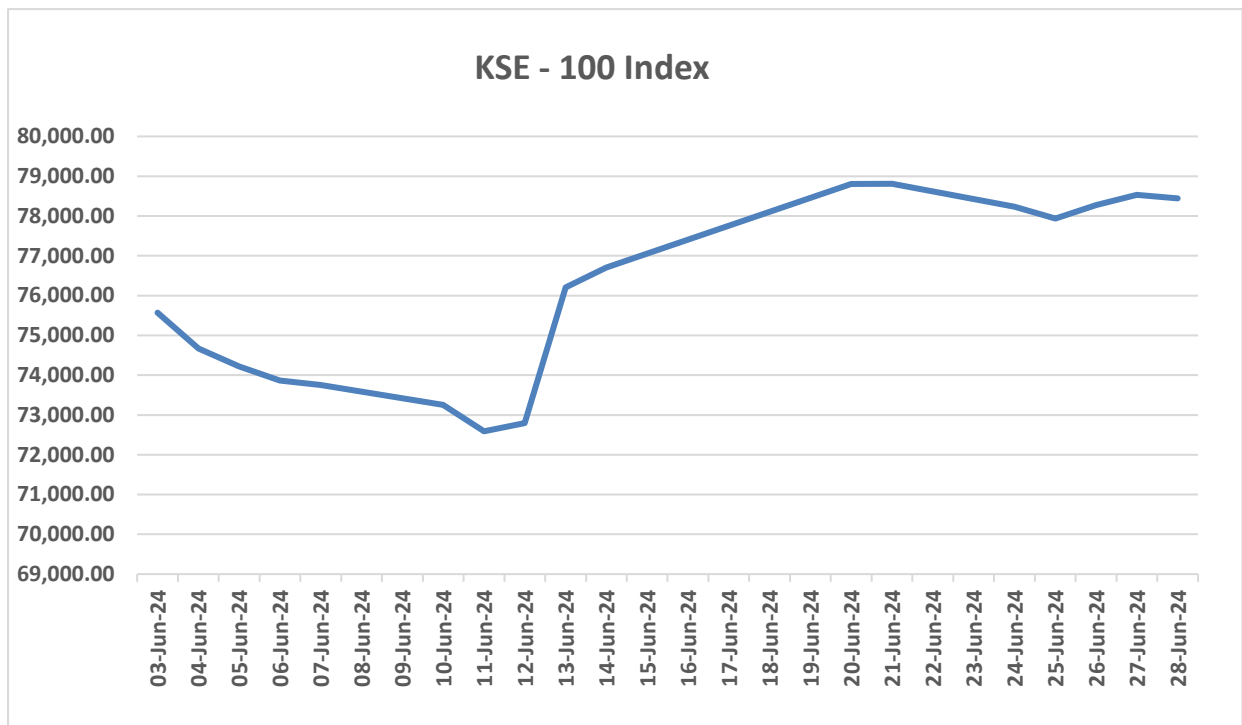
Tenor	EOM June– 24	EOM May – 24
Kibor – 3 month	21.24%	21.04%
Kibor – 6 month	20.14%	21.02%
Kibor – 12 month	19.22%	20.40%

The treasury bill auctions for the month received bids of around 3871 bn, against the overall target of PKR 1220bn, however SBP accepted bids worth of PKR 1820bn with the majority chunk belonging to 3-month tenors. The cut off rates at the latest auction stood at 20.1498% (-85 bps MoM), 19.9640% (-38 bps MoM), and 18.5400% (-156 bps MoM) for 3-months, 6-months and 12-months respectively. For the fixed rate PIBS, PKR 247bn worth of participation was observed against the target of PKR 190bn, of which only PKR 128.9bn were accepted due to bids on higher rates. Moreover, against a target of PKR 500 billion, participation of PKR 869 bn was observed in auction of floating rate PIBs. Bids worth of PKR 184bn for semi annual Floating Rate Bonds were accepted by the Ministry of Finance, meanwhile all the participation in the quarterly bonds was rejected.

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
Treasury Bills			
3-Month	20.1498%	20.1001%	-85 bps
6-Month	19.9640%	21.0000%	-104 bps
12-Month	18.5400%	20.1001%	-156 bps
Fixed Rate PIBS			
3-Year	16.60%	16.65%	-5 bps
5-Year	15.45%	15.45%	-
10-Year	14.25%	14.30%	-5 bps
Floating Rate PIBS – Semi Annual			
5-Year	115 bps	115 bps	-
10-Year	139 bps	140 bps	-1 bps

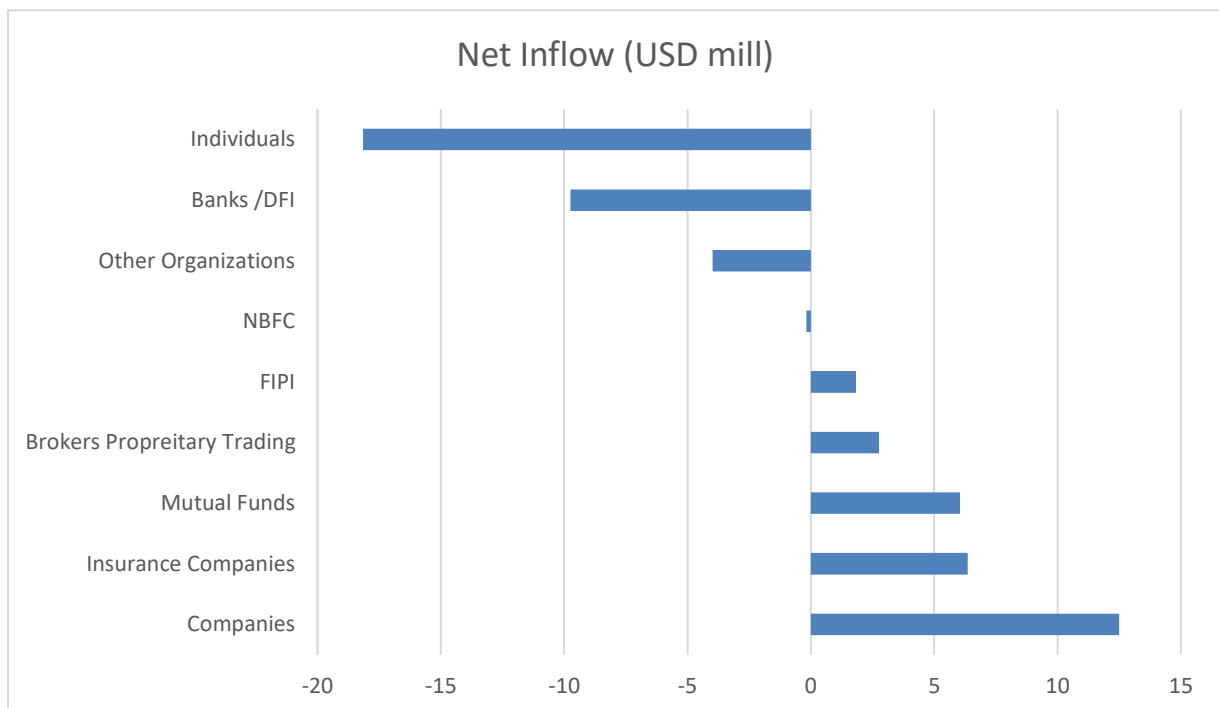
Equity Market

The benchmark KSE-100 index continued its momentum and touched a new all-time high of 78,800 points during the month. The index closed at 78,445 resulting in a gain of 3.4% in the month of June. Continued Government's discussions with the IMF to negotiate terms for Extended fund facility, and reduction in key policy rate by the State Bank resulted in positive market sentiment.



The major sectors driving the benchmark index to new highs were Commercial Banks (+1516 points), Fertilizer (+611 points), and Power Generation (+592 points). Technology Companies (-166 points), Textile Composites (-121.17 points), and Oil and Gas Marketing Companies (-75 points) negatively contributed to the index.

Local, Insurance Companies, and Mutual Funds were major net buyers for the month, with a total inflow of around \$12.5mn, \$6.36mn, and \$6.04mn respectively. Major net selling was witnessed by Individuals, and Banks worth \$18.16mn, and \$9.75mn respectively.

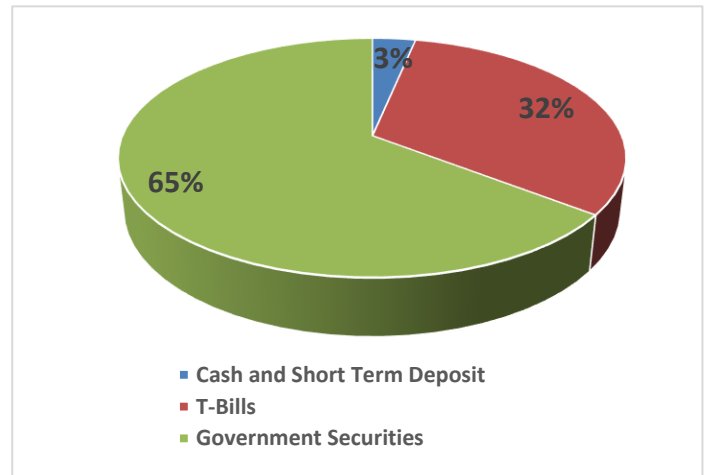


Investment Objective

Achieve a high rate of return through market risk management, liability hedging, portfolio construction, allowing significant capital appreciation for the policyholders of Askari Life Assurance Company Limited.

Investment Committee	
Members	Designation
Malik Riffat Mahmood	Chairman
Maj. Gen Kamran Ali (Retd)	Member
Jehanzeb Zafar	CEO (Member)
Rehan Mobin	CFO (Member)
Muhammad Azmatullah Sharif	COO (Member)

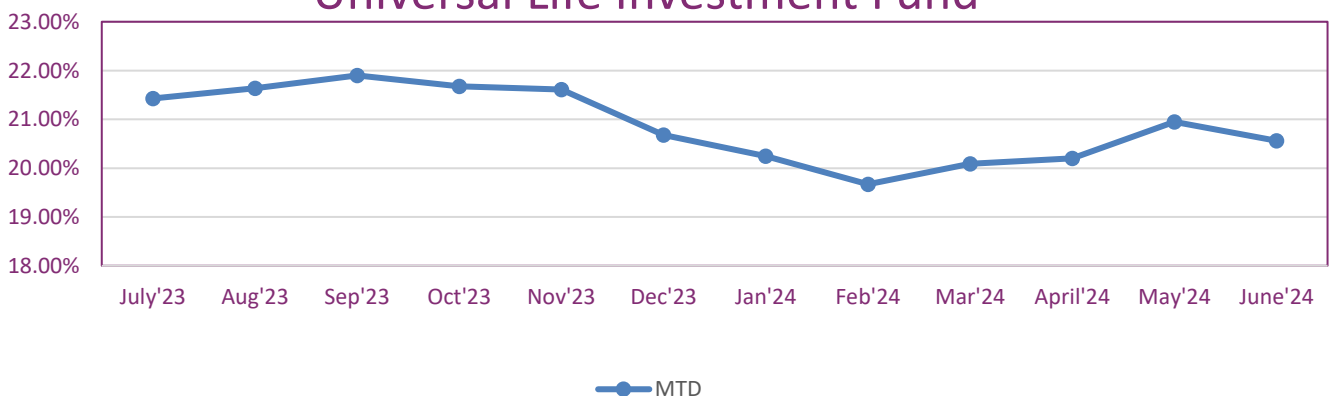
Asset Mix	
Cash and Short-Term Deposit	3.27 %
T-Bills	32.17 %
Government Securities	64.56 %



Terms and Conditions	
Name of Fund	Universal Life Investment Fund
Type of Scheme	Balanced Fund
Nature of Scheme	Income Scheme
Inception Date	Jan 9 th , 2007
Fund Size	PKR 652,029,838
Auditor	RMS Awais Hyder Liaquat Nauman (chartered accountants)
Legal Advisor	M/s Saiduddin & Co.

Investment Return	
1 Month	20.56 %
3 Months	20.57 %
12 Months	20.89 %

Universal Life Investment Fund



UNIVERSAL LIFE PARTICIPANT INVESTMENT FUND

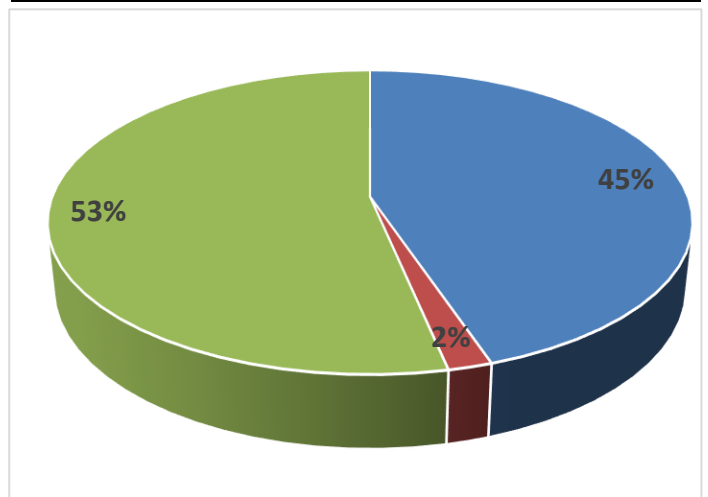


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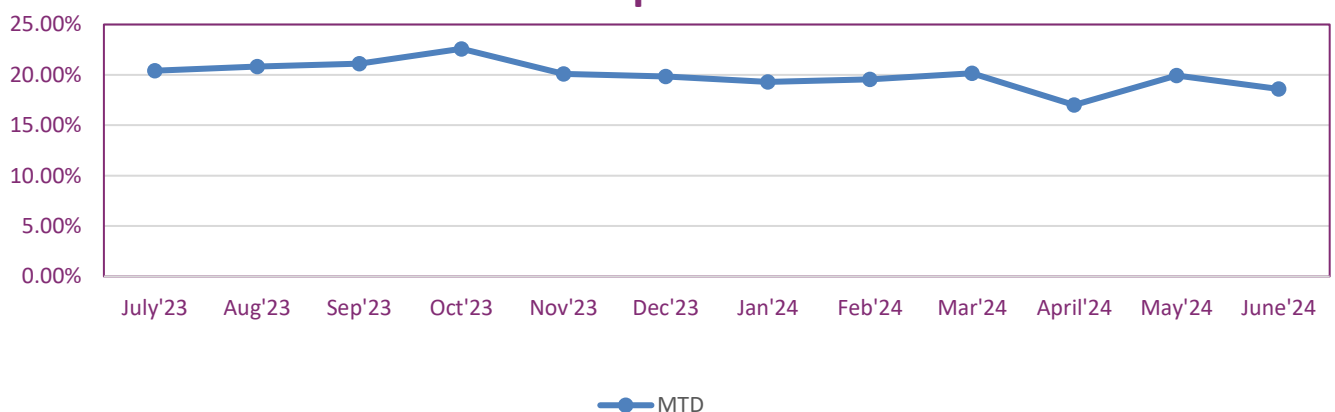
Asset Mix	
Mutual Funds	44.81 %
Bank Balance	1.90 %
Sukuk	53.30 %



Terms and Conditions	
Name of Fund	Universal Life Investment Fund
Type of Scheme	Balanced Fund
Nature of Scheme	Income Scheme
Inception Date	May 11 th , 2020
Fund Size	PKR 854,522,851
Auditor	RMS Awais Hyder Liaquat Nauman (chartered accountants)
Legal Advisor	M/s Saiduddin & Co.

Investment Return	
1 Month	18.62 %
3 Months	18.52 %
12 Months	19.95 %

Universal Life Participant Investment Fund



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