



# **FUND MANAGER'S REPORT**

## **For the Month of August 2021**

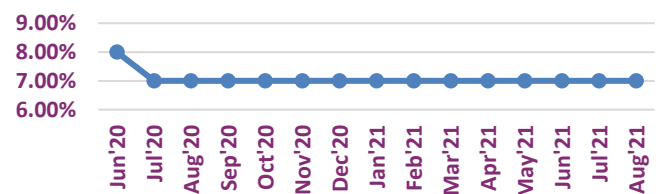
## Economic Review

In August 2021, the national CPI Inflation rate clocked in at 8.35% YOY, an increase of 0.58% MOM. The inflation was primarily caused by rising food prices contributing towards 0.38% of MOM inflation, and utility expenses including housing, water, electricity, gas and fuels, contributing towards 0.15% of MOM inflation. The SBP Monetary Policy Rate is maintained at 7% for economic recovery and inflation control purposes. The Net Tax collection has reached up to PKR 434 bn, exceeding the month's target yet again by PKR 85 bn. This is equal to annual increase of 45% from last year's growth of PKR 300 bn, reflecting significant economic growth in the economy. The Forex Reserves and Work Remittances grew as well, currently recorded at USD 24.9 bn and USD 2,707 mn respectively.

### Economic Indicators - August 2021

CPI inflation	8.35%
SBP Interest rate	7.00%
Tax Collection (PKR bn)	434
Forex Reserves (USD bn)	24.9
Remittances (USD mn)	2,707

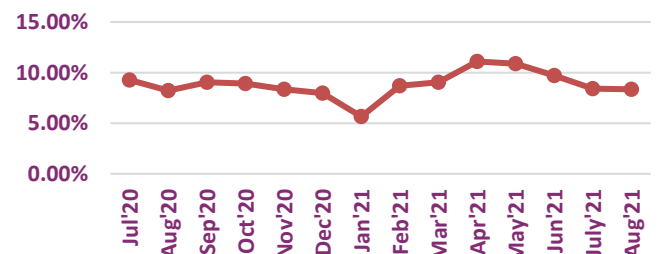
### SBP Policy Rates



## Money Market Review

In the primary money market, the recent weighted average yields for T-Bills were 7.23% and 7.43% for 3-month and 6-month tenors respectively, while bids for the 12-month tenor were rejected. The realized amount was PKR 614,636 mn. The benchmark lending rate (6-month KIBOR) has declined again, now standing at 7.57%. Interest rate is expected to rise midly in the future as the economy continues to grow. The Bank's monthly Floating Average Exchange Rate was recorded at 164.10 PKR/USD.

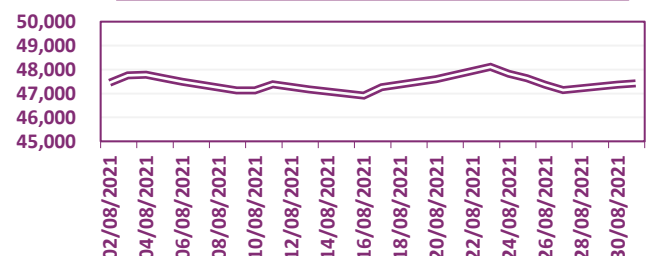
### CPI Tracker



## Stock Market Review

The KSE-100 Index has increased very slightly by 0.77%, closing at 47,420 points at the end of this month. The limited growth in the index was the result of the U.S. withdrawing from Afghanistan after Taliban's invasion and PKR/USD currency depreciation of 2.21% this month. Overall, the equity market continues to reflect positive future stock valuations and predicts the same.

### KSE 100 INDEX PERFORMANCE - MTD



## Investment Objective

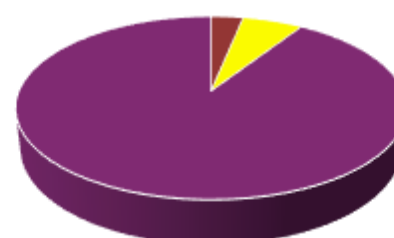
Achieve a high rate of return through market risk management, liability hedging, portfolio construction, comprising both income and capital appreciation.

### Investment Committee

Members	Designation
Malik Riffat Mahmood	Chairman
Air Vice Marshal Muhammad Athar Shams (Retd)	Member
Jehanzeb Zafar	CEO (Member)
Noman Noor Muhammad	COO (Member)
Rehan Mobin	CFO (Member)

### Asset Mix

Mutual Funds	3.18%
Cash and Short Term Deposit	5.95%
Government Securities	90.87%



- Mutual Funds
- Cash and Short Term Deposit
- Government Securities

### Terms and Conditions

Name of Fund	Universal Life Investment Fund
Type of Scheme	Balanced Fund
Nature of Scheme	Income Scheme
Inception Date	Jan 9 <sup>th</sup> , 2007
Fund Size	PKR 389,286,861
Auditor	RMS Awais Hyder Liaquat Nauman (Chartered Accountants)
Legal Advisor	M/s Saiduddin & Co.

### Average Investment Return

1 Month	7.36%
3 Months	7.23%
YTD	7.07%

### Universal Life Investment Fund

