



FUND MANAGER'S REPORT

For the Month of October 2020

Economic Review

Road to economic recovery post Covid-19 took a slight dent as the second wave of the lethal virus lurks. Thanks to strong increase in remittance that was recorded at USD 2,284 bn, the country recorded another current account surplus. However, forex reserves went down slightly recorded at USD 19.3 bn as against USD 19.53 bn last month. State Bank maintained their policy rate at 7%. The FBR collected PKR 333 bn showing a +2.46% YTD however missing the target of PKR 352 bn. Reopening business has been a positive but the second wave can derail the recovery track.

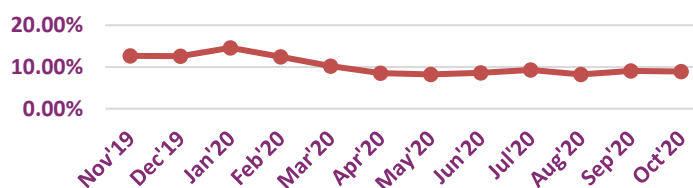
Economic Indicators - October

CPI inflation	8.91%
SBP Interest rate	7.00%
Tax Collection (PKR bn)	333
Forex Reserves (USD bn)	19.3
Remittances (USD bn)	2,284

Money Market Review

During the month of October, SBP maintained policy rate at 7%. The CPI clocked in at 8.9% due to increase in food prices. PKR appreciated 3.3% against USD closing at 160.45 in the open market. Crude oil average prices went down by \$1 per barrel as it averaged at \$40 per barrel. SBP conducted two T-bill auctions accepting PKR 1000 bn with the maturity amount of PKR 1,276 bn. Cut-off rates rose by +5bps MoM for 3M tenor, +2bps MoM for 6M tenor and -1bps MoM for 12M tenor.

CPI Tracker

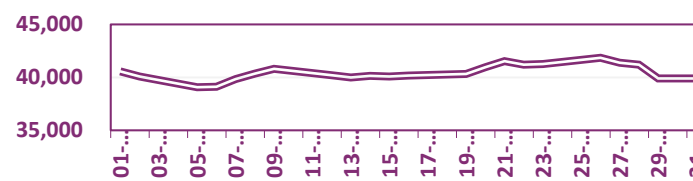


Stock Market Review

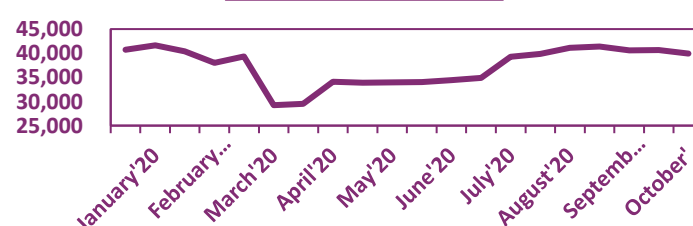
The stock market took another slight hit as KSE-100 index fell by 683 points (-1.70% MoM) closing at 39,888 points. The three primary factors that contributed to this loss was the resurgence of Covid-19 cases, political instability in the country and a neutral FATF review that negatively impacted the stock market. The market activity plunged as the average daily trading volume were down by 25.0% MoM. The decrease in the index was led by E&P sector that attributed to -13.4% return due to the reduction in the oil prices and also due to large foreign selling Banking sector posted -1.4% return.

On the positive side, PKR appreciation against USD was 3.3% for the month of October and Current Account Deficit posted a surplus in the month of October for the third consecutive month.

KSE 100 INDEX - MTD



KSE 100 Index - YTD



Investment Objective

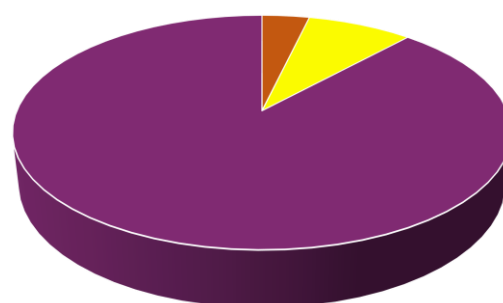
Achieve a high rate of return through market risk management, liability hedging, portfolio construction, comprising both income and capital appreciation.

Investment Committee

Members	Designation
Malik Riffat Mahmood	Chairman
Maj Gen Akhtar Iqbal (Retd)	Member
Jehanzeb Zafar	CEO (Member)
Noman Noor Muhammad	COO (Member)
Rehan Mobin	CFO (Member)

Asset Mix

Mutual Funds	3.67%
Cash and Short Term Deposit	8.13%
Government Securities	88.20%



■ 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 th , 2007
Fund Size	PKR 312,065,365
Auditor	RMS Awais Hyder Liaquat Nauman (chartered accountants)
Legal Advisor	M/s Saiduddin & Co.

Investment Return

1 Month	7.74%
3 Months	9.41%
YTD	10.82%

Universal Life Investment Fund

