



Investment Objective of Punjab Pension Fund (PPF) is to generate revenue for the discharge of pension liabilities of the Government of Punjab.

Performance Review

The Fund's Net Assets grew by 1.97% during 2M FY 2022-23 which is equivalent to 12.43% annualized growth. During August, sharp reversal of equity portfolio lead the return whereas fixed income portfolio also earned attractive return. Performance of both fixed income and equity portfolio resulted in 28% annualized return for the month of August. The benchmark KSE 100 index jumped by 5.5% of its market value during the month.

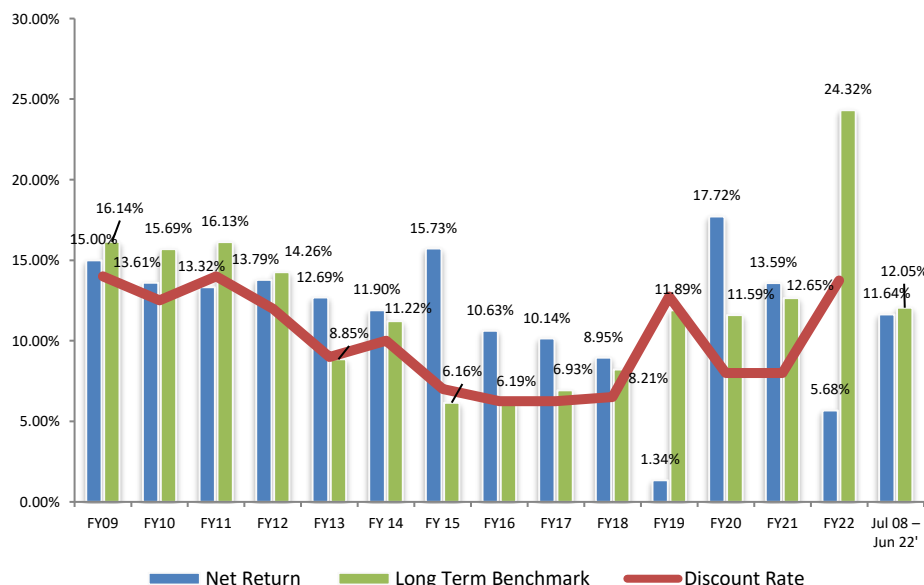
In August-22, the YoY CPI jumped to multi-year high of 27.62%. The perishable food inflation jumped to 33.85% while transport index jumped by staggering 63.08%. On MoM basis, inflation jumped by 245 basis point. The SBP has forecasted 18-20% inflation for the current financial year. The OIC of PPF is of the view that although commodities have softened recently but its direction will be very important for the rest of the financial year. Increase in base rate for electricity and gas will keep the inflation above for the rest of the year. Recent floods have added further concern for inflation in ongoing year.

| | Fund Performance* | Liability Estimate | Fund Size (a) | Estimated** 30-yr Pension Liabilities (b) | (a)/(b) |
|--------------------|-------------------|--------------------|---------------|---|---------|
| FY09 | 15.00% | 22.38% | 3.5 | 636.3 | 0.55% |
| FY10 | 13.21% | 12.86% | 12.1 | 718.1 | 1.69% |
| FY11 | 10.81% | 40.03% | 13.4 | 1005.6 | 1.33% |
| FY12 | 16.86% | 40.03% | 15.6 | 1408.1 | 1.11% |
| FY13 | 20.46% | 40.03% | 18.8 | 1971.8 | 0.95% |
| FY14 | 5.65% | 40.03% | 24.8 | 2761.1 | 0.90% |
| FY15 | 21.57% | 40.03% | 35.3 | 3866.5 | 0.91% |
| FY16 | 11.14% | 14.12% | 40.2 | 4412.5 | 0.91% |
| FY17 | 9.88% | 14.12% | 49.3 | 5035.7 | 0.98% |
| FY18 | 7.97% | 14.12% | 53.2 | 5746.9 | 0.93% |
| FY19 | 1.34% | 14.12% | 59.2 | 6558.5 | 0.90% |
| FY20 | 17.72% | - | 76.3 | 6558.5 | 1.16% |
| FY21 | 13.59% | - | 85.2 | 6558.5 | 1.30% |
| FY22 | 5.68% | - | 94.0 | 6558.5 | 1.43% |
| 2M FY23 | 1.79% | - | 95.9 | 6558.5 | 1.46% |
| Jul '08 to Aug '22 | 12.07% | 19.59% | | | |

*Including mark to market gain/losses

**Based on actuarial reports of 30.6.2009, 30.6.2010, 30.6.2015 & 30.6.2019

Performance History



Fund Facts

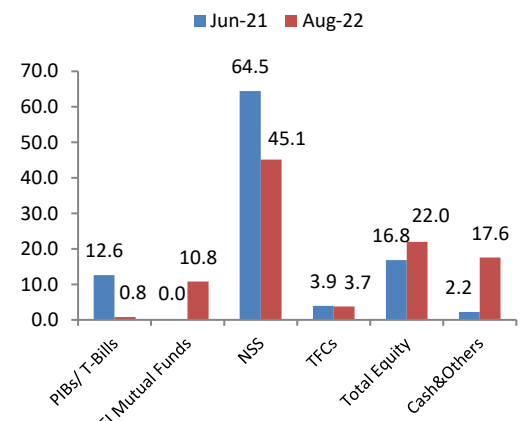
| Fund Type | Pension Fund |
|----------------------------------|--------------------------|
| Inception Date | 16-Jun-08 |
| Net Assets (Rs. million) | 95,879 |
| Long Term Benchmark | YoY CPI + 3% |
| Management Expenses (annualized) | 0.08% p.a. of Net Assets |
| Trustee | CDC Pakistan Limited |
| Risk Profile of the Fund | Low to Moderate |

Fund Size FY22-23

Rs. million

| | |
|--|---------------|
| Beginning Fund Size (1st Jul 2022) | 94,026 |
| Add: Contribution during the period | - |
| Less: Loss during period | 1,866 |
| Less: Expenses during the period | (13) |
| Ending Fund Size (31st August 2022) | 95,879 |

Asset Allocation (% of Fund Size)



| | |
|---------------------------|-------------------|
| Syed Shahnawaz Nadir Shah | General Manager |
| Muhammad Sajid, CFA | Portfolio Manager |
| Haroon Zafar, CFA | Research Analyst |

For feedback and enquiries contact us at:
112-Tipu Block, New Garden Town, Lahore
www.ppf.gop.pk
Ph.: 042-35882960-2