



**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 4.62% during FY 2M 2023-24.

**Fixed Income Portfolio:** During the period under review, the fund’s Fixed Income portfolio which constitute around 84% of the Fund posted an annualized return of 22.5%. Although the Fund has a long-term investment objective, however, the OIC of the Fund kept the duration of its fixed income portfolio short which helped the Fund avoiding huge losses due to steep interest rate hike by the SBP. Presently, the major portfolio of the Fund is invested in floating rate bonds and short-term bank placements.

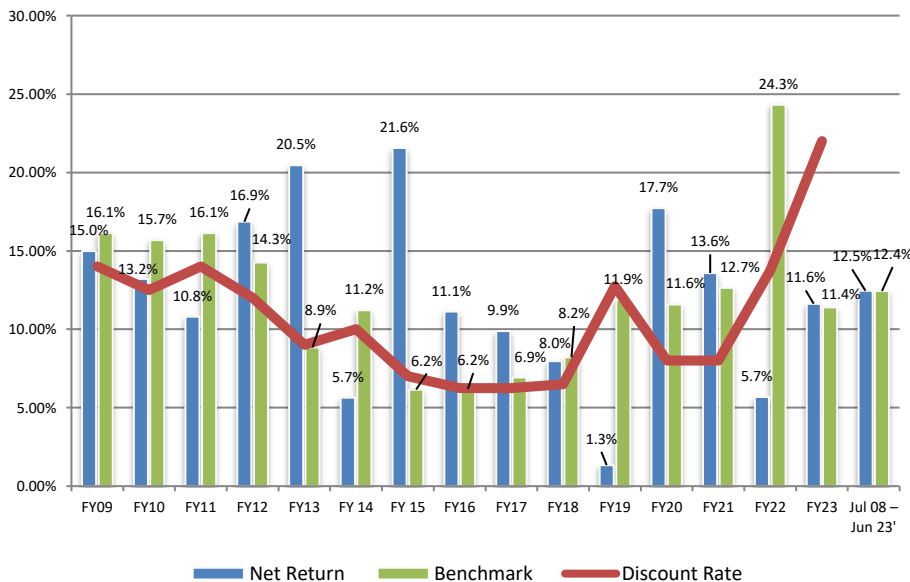
**Equity Portfolio:** The equity portfolio which constitute around 16% of the Fund posted holding period return of 7.8%. The Fund has reduced the Equity exposure by Rs 7.1 billion during first two months of FY 24.

In August-23, the YoY CPI decline to 27.4%, while MoM inflation rose by 1.7% as compared to 3.5% last month. The lower than expected inflation is attributed to lower than expected food prices. The high base effect helped lower YoY numbers which will remain a key factor going forward. Whereas the Fund will keep its equity exposure near to strategic level while diversifying it.

	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 %
FY23	11.63%	-	108.6	6558.5	1.66 %
2M FY24	3.95%	-	113.6	6558.5	1.73 %
Jul '08 to Aug '23	12.23%	18.19%			

\*Including mark-to-market gain/losses

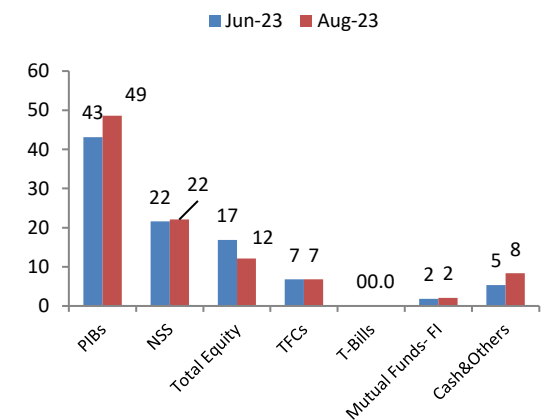
\*\*Based on actuarial reports of 30.6.2009, 30.6.2010, 30.6.2015 & 30.6.2019



Fund Facts	
Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	113,582
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 2023)	108,564
Add: Contribution during the period	-
Add: Gain during period	5,033
Less: Expenses during the period	(15)
<b>Ending Fund Size (31st August 2023)</b>	<b>113,582</b>

**Asset Allocation (% of Fund Size)**



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