



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 7.47% during 6M FY 2020-21 and reached to Rs. 80.6 billion. Equity Portfolio of the Fund led the performance of the Fund.

Fixed Income: The Fund's fixed income portfolio posed a net annualized return of 12.47% during 6M FY2020-21. During December 20, the Fixed Income portion of the Fund's portfolio posted an annualized return of 12.39% as compared 11.45% p.a. last month. The addition of floating rate TFCs and increase in yield contributed towards better performance over last month. The portfolio of National Saving Schemes shall support the return of the Fund for the FY 21.

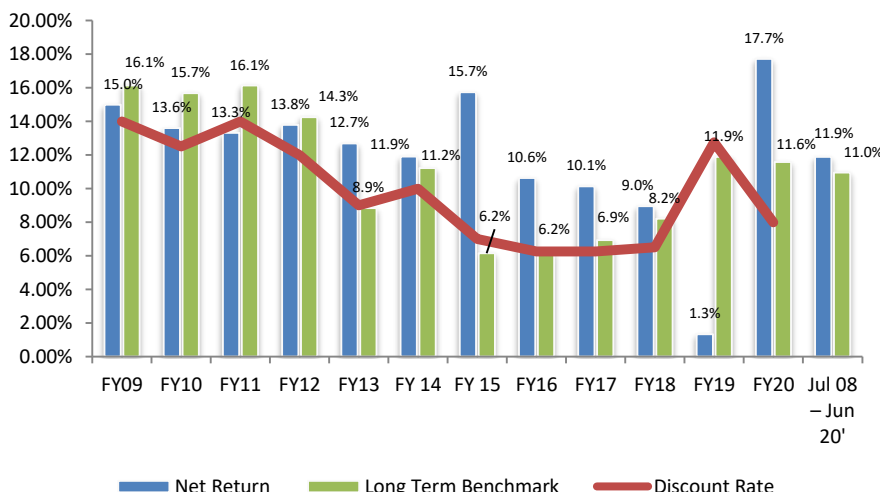
Equity: During first 6M of FY20-21, PPF's Equity Portfolio posted a return of 27.16% vs its applicable benchmark' return of 27.6%. The significant equity performance helped the Fund to post an overall healthy return during the first six months of FY20-21.

In December-20, the YoY CPI came down to 7.98% as compared to 8.35% in last month. On MoM basis, inflation recorded a decline of 68 basis point. CPI for the month has been led by sharp decrease in perishable food index. The SBP is maintaining its stance of monetary policy despite recent spike in inflation. The OIC of PPF is of the view that the SBP shall keep its Policy Rate static for at least another six months as a policy to support growth.

	Fund Performance*	Liability Index	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%
6M FY21	7.47%	-	80.6	6558.5	1.23%
Jul '08 to Dec '20	12.78%	22.82%			

*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

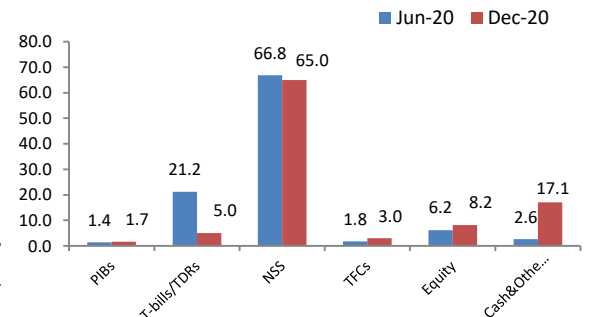
Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	80,593
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.08% p.a. of Net Assets
Trustee	CDC Pakistan Limited
Risk Profile of the Fund	Low to Moderate

Fund Size FY20-21

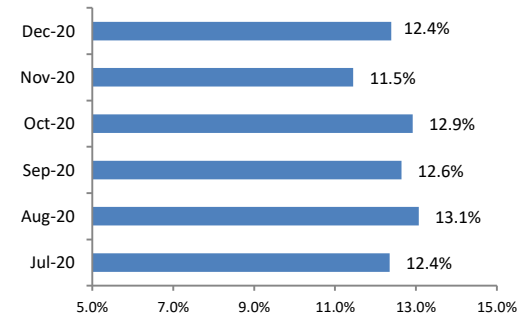
Rs. million

Beginning Fund Size (1st Jul 2020)	74,990
Add: Contribution during the period	-
Add: Gains during period	5,634
Less: Expenses during the period	(31)
Ending Fund Size (31st December 2020)	80,593

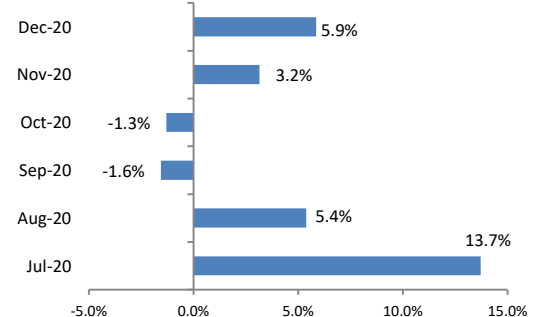
Asset Allocation (% of Fund Size)



YTD Monthly Returns- Fixed Income-Mark to Market



YTD Monthly Returns- Equity



Operational Investment Committee

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