



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 10.19% during 11M FY 2022-23.

Fixed Income Portfolio: During the period under review, the fund’s Fixed Income portfolio which constitute around 79% of the Fund posted an annualized return of 15.6%. 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 21% of the Fund posted holding period return of -3.16%.

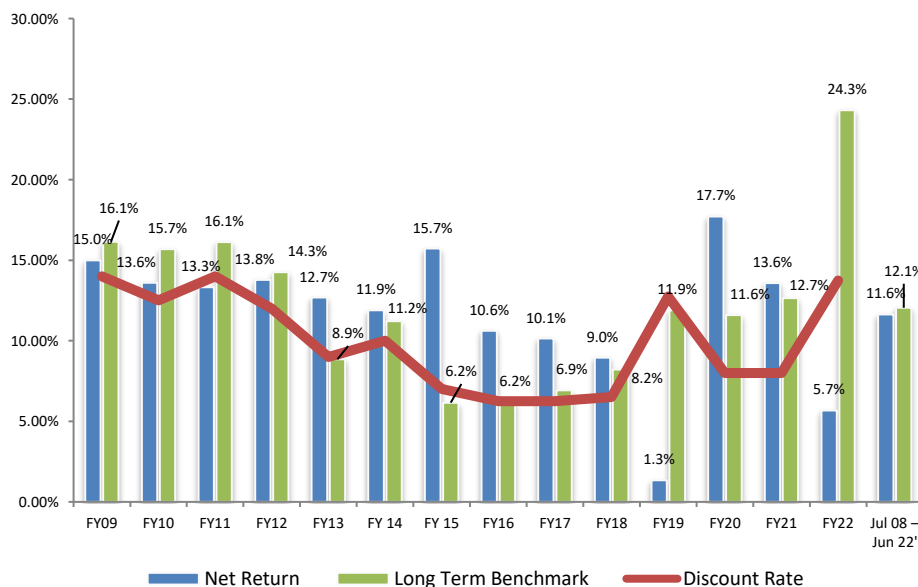
In May-23, the YoY CPI reached to 38%, while MoM inflation jumped by 1.6% as compared to 2.4% last month. The deceleration of MoM inflation is attributed to slower increase in food and clothing indices. The high base effect will start to kick-in from Jun’23 and inflationary outturns are expected going forward. Any further PKR depreciation poses risk to estimates. Whereas the Fund will keep its equity exposure near to strategic level while diversifying it.

	Fund Performance*	Liability Estimate d	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 %
11M FY23	10.19%	-	107.2	6558.5	1.63 %
Jul '08 to May '23	12.01%	18.52%			

*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

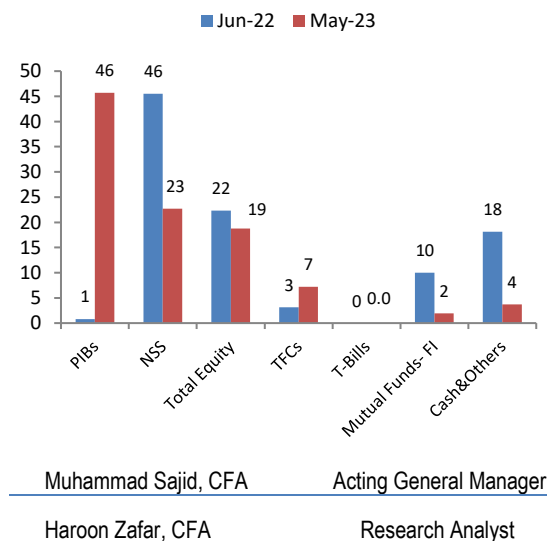
Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	107,155
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.25% p.a. of Net Assets
Trustee	CDC Pakistan Limited
Risk Profile of the Fund	Low to Moderate

Fund Size FY22-23

Rs. million

Beginning Fund Size (1st Jul 2022)	94,026
Add: Contribution during the period	3,500
Add: Gain during period	9,837
Less: Expenses during the period	(208)
Ending Fund Size (31st May 2023)	107,155

Asset Allocation (% of Fund Size)



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