



**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 3.95% during FY 1M 2023-24.

**Fixed Income Portfolio:** During the period under review, the fund's Fixed Income portfolio which constitute around 83% of the Fund posted an annualized return of 22.3%. 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.

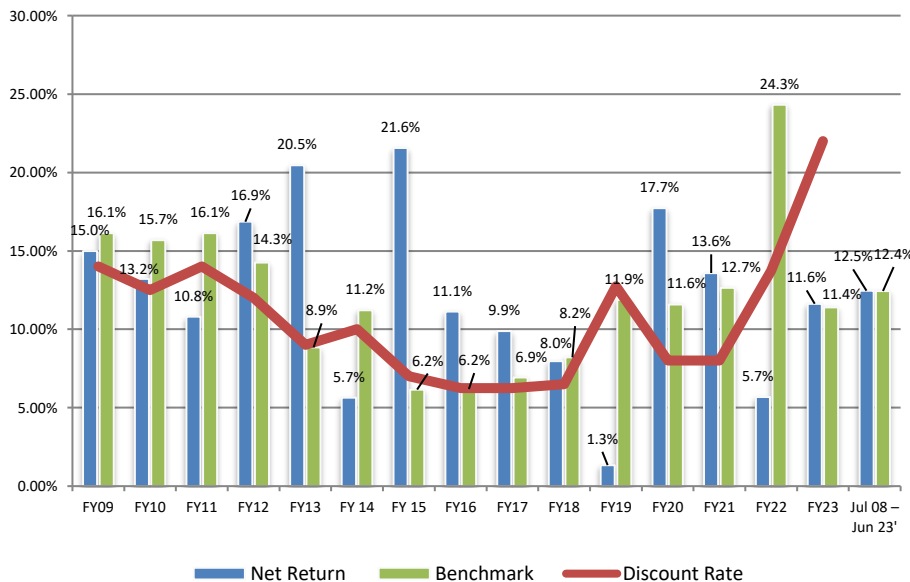
**Equity Portfolio:** The equity portfolio which constitute around 17% of the Fund posted holding period return of 14%. The Fund has reduced the Mutual Fund Equity exposure by Rs 2.7 billion during the month.

In Jul-23, the YoY CPI decline to 28%, while MoM inflation resurge to 3.5% as compared to 0.3% last month. The higher MoM inflation is attributed to higher-than-expected increase in electricity charges and higher 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%
1M FY24	3.95%	-	112.9	6558.5	1.72%
Jul '08 to Jul '23	12.25%	18.30%			

\*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)	112,856
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 -

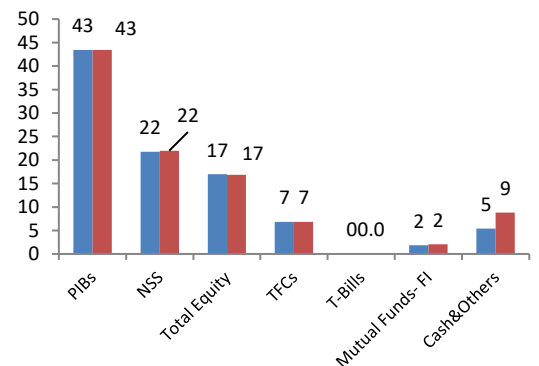
Add: Gain during period 4,300

Less: Expenses during the period (8)

Ending Fund Size (31st July 2023) 112,856

### Asset Allocation (% of Fund Size)

■ Jun-23 ■ Jul-23



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