



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

### Performance Review

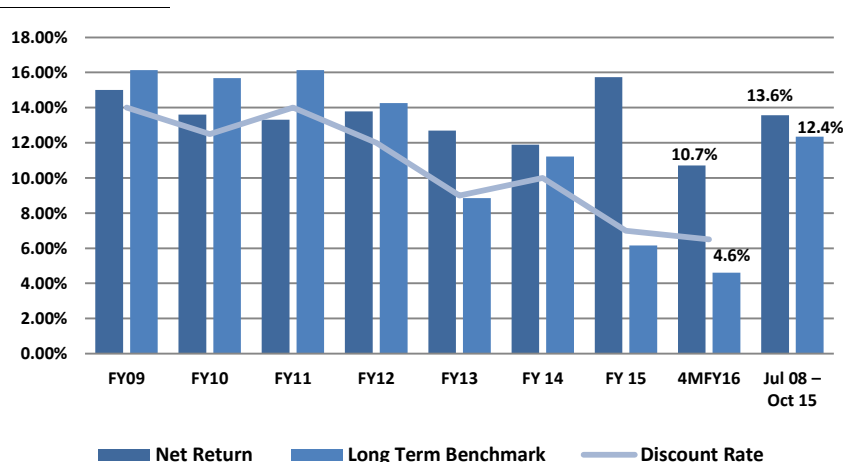
PPF posted a net return of 10.7% during 4MFY16 vs. 13.2% during 4MFY15. The performance of the Fund was significantly higher than its benchmark of 4.6%; despite a sharp decline in market yields.

The Fund's portfolio allocation during the month has remained unchanged. At the end of September 2015, the Fund has around 70% of its exposure in fixed rate PIBs and products of National Saving Schemes. This high yielding portion of the portfolio will support the Fund in outperforming its benchmark in FY16.

CPI Inflation for the month of October was recorded at 1.6 percent on YoY and 0.5 percent on MoM basis. As far as inflation outlook is concerned, the OIC is of the view that inflation will remain subdued during the first half of FY16 and may pick up in the second half; mainly due to very low base effect of previous year.

| Period             | Growth      |                 | Market Value (Rs. billion) |                               | Funding Ratio |
|--------------------|-------------|-----------------|----------------------------|-------------------------------|---------------|
|                    | Fund Assets | Liability Index | Fund Assets (a)            | 30-yr Pension Liabilities (b) | (a)/(b)       |
| FY09               | 15.00%      | 28.01%          | 3.5                        | 575.9                         | 0.61%         |
| FY10               | 13.21%      | 9.41%           | 12.1                       | 637.6                         | 1.90%         |
| FY11               | 10.81%      | -4.50%          | 13.4                       | 608.9                         | 2.20%         |
| FY12               | 16.86%      | 21.93%          | 15.6                       | 742.5                         | 2.10%         |
| FY13               | 20.46%      | 39.51%          | 18.8                       | 1035.8                        | 1.82%         |
| FY14               | 5.65%       | -9.20%          | 24.8                       | 940.5                         | 2.64%         |
| FY15               | 21.57%      | 45.22%          | 35.3                       | 1366.0                        | 2.58%         |
| 4MFY16             | 4.28%       | 9.01%           | 36.8                       | 1522.2                        | 2.42%         |
| Jul '08 to Oct '15 | 14.61%      | 17.53%          |                            |                               |               |

### Performance History



### Fund Facts

|                                  |                          |
|----------------------------------|--------------------------|
| Fund Type                        | Pension Fund             |
| Inception Date                   | 16-Jun-08                |
| Net Assets (Rs. million)         | 36,810                   |
| Long Term Benchmark              | YoY CPI + 3%             |
| Management Expenses (annualized) | 0.19% p.a. of Net Assets |
| Trustee                          | CDC Pakistan Limited     |
| Auditors                         | KPMG Taseer Hadi & Co.   |
| Risk Profile of the Fund         | Low to Moderate          |

### Fund Size FY16

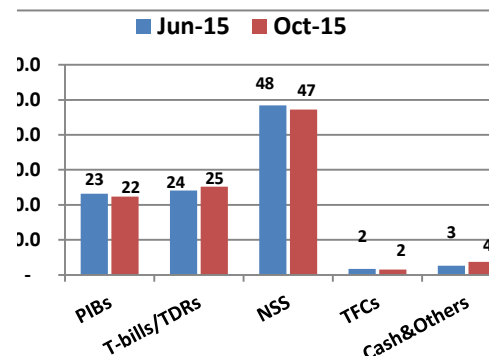
Rs. million

|                                    |        |
|------------------------------------|--------|
| *Beginning Fund Size (30 Jun 2015) | 33,619 |
| Add: Contribution during the year  | -      |
| Add: Gains during the year         | 1,192  |
| Less: Expenses during the year     | (20)   |

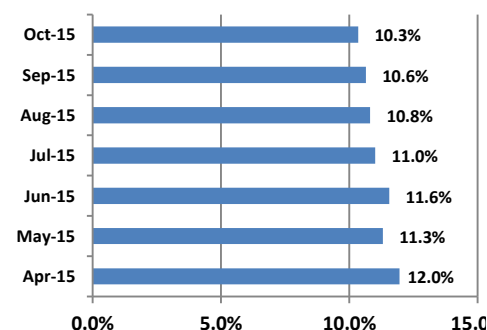
**\*Ending Fund Size (31 Oct 2015) 34,791**

\* Excluding Unrealized Gain of Rs. 2,019 million

### Asset Allocation (% of Fund Size)



### YTD Monthly Returns (Net)



### Operational Investment Committee

|                       |                     |
|-----------------------|---------------------|
| Aquil Raza Khoja, FCA | General Manager     |
| Sobia Hasan, CFA      | Head of Investments |
| Muhammad Sajid, CFA   | Portfolio Manager   |

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