



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 made a net return of 16.6% during 10MFY15 vs. 11.9% during the corresponding period of FY14. This improvement in the performance of the Fund came on the back of realized capital gain on sale of PIBs. During this period PPF realized an overall Capital Gain of Rs. 847 million.

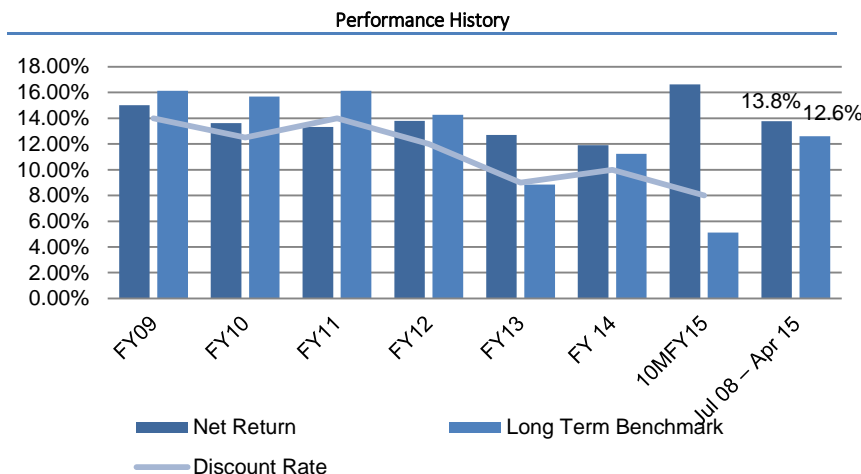
During the month of April-15, the Fund posted a net return of 12.0%. The monthly return of the Fund has declined in recent months for two reasons: 1) absence of realized capital gain and 2) the Fund received fresh contribution of Rs. 4.0 billion which was invested at lower yields.

YoY CPI for the month of April-15 came at record low of 2.11%; however, on MoM basis CPI recorded an increase of 1.3%. The increase in MoM CPI is mainly due to sharp rise in Perishable Food Items and Education; both indices increased by 11% and 9% respectively on MoM basis.

The State Bank of Pakistan (SBP) is expected to announce its bi-monthly Monetary Policy Statement (MPS) in third week of May-15. The OIC of PPF expects that SBP will reduce the Discount Rate by another 50 basis points in the coming MPS.

Despite sharp reduction in inflation and interest rates, PPF will continue earning a decent spread over CPI because of its fixed rate portfolio in PIBs and National Saving Schemes.

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	940.52	2.64%
Jul-Apr FY15	20.99%	61.36%	34.2	1517.7	2.25%
Jul '08 to Apr '15	15.15%	19.26%			



Fund Facts

Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	34,140
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.18% p.a. of Net Assets
Trustee	CDC Pakistan Limited
Auditors	KPMG Taseer Hadi & Co.
Risk Profile of the Fund	Low to Moderate

Fund Size FY15

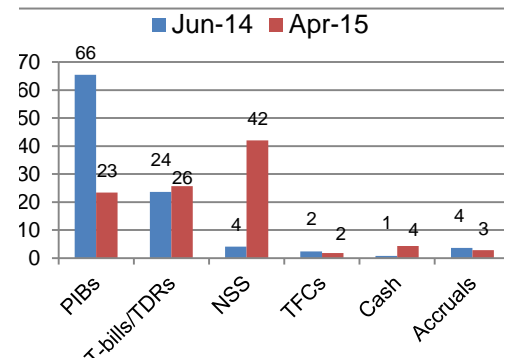
Rs. million

*Beginning Fund Size (30 Jun 2014)	24,555
Add: Contribution during the year	4,000
Add: Gains during the year	3,507
Less: Expenses during the year	(36)

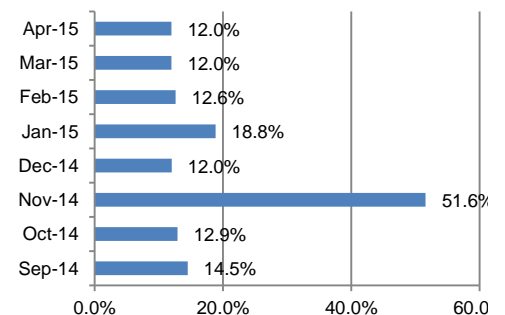
***Ending Fund Size (30 Apr 2015) 32,026**

* Excluding Unrealized Gain/(Loss) of Rs. 2.15 billion

Asset Allocation (% of Fund Size)



YTD Monthly Returns (Net)



Operational Investment Committee

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