



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

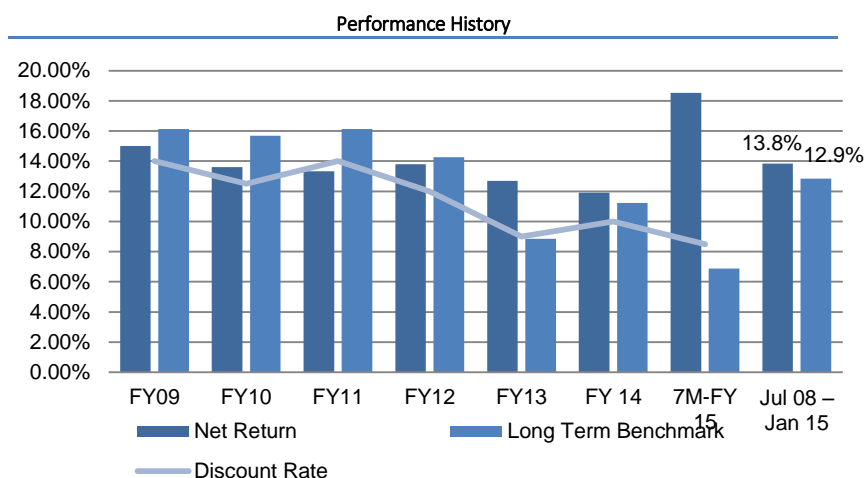
Performance Review

PPF made a net return of 18.5% during 7MFY15 vs. 11.8% 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. 827 million.

During the month of January, the Fund posted a return of 18.8%. The return for the month of January included a capital gain of Rs 146 million realized on sale of PIBs. The graph of Asset Allocation shows that PPF has shifted around 40% of its PIB exposure into National Saving Schemes. By following this strategy, the Fund not only realized a significant amount of capital gain but also hedged itself against any further decline of interest rates.

YoY CPI for the month of January 2015 came at record low of 3.88%; in the 7MFY15 CPI Index has increased by just 1.04% cumulatively. In its recent Monetary Policy Statement (MPS), the State Bank of Pakistan (SBP) reduced its Discount Rate by 100 basis points to 8.5% mainly on the back of lower than expected inflation and manageable balance of payment situation. The SBP also estimates that average CPI for the FY15 will remain 4.5 to 5.5 percent.

Period	Growth		Market Value (Rs. billion)		Funding Ratio (a)/(b)
	Fund Assets	Liability Index	Fund Assets (a)	30-yr Pension Liabilities (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-Jan FY15	16.23%	44.21%	30.9	1356.4	2.27%
Jul '08 to Jan '15	14.87%	18.01%			



Fund Facts

Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	30,851
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.15% 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

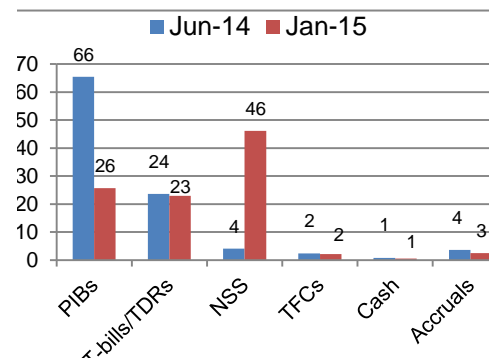
Rs. million

*Beginning Fund Size (30 Jun 2014)	24,555
Add: Contribution during the year	2,000
Add: Gains during the year	2,644
Less: Expenses during the year	(20)

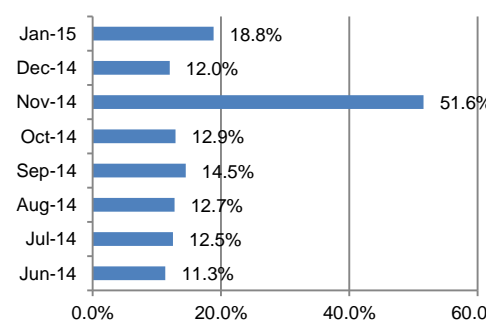
***Ending Fund Size (31 Jan 2015) 29,179**

* Excluding Unrealized Gain/(Loss) of Rs. 1.67 billion

Asset Allocation (% of Fund Size)



YTD Monthly Returns (Net)



Operational Investment Committee

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