



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

Performance Review

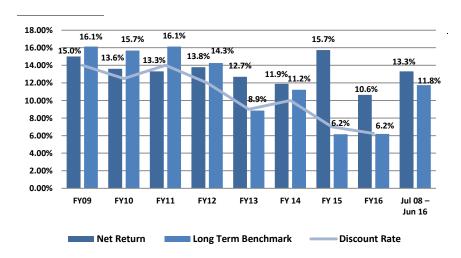
PPF posted a net return of 10.63% during FY16 vs. 15.73% during FY15. The net return for the month of June was 10.43%. The performance of the Fund was significantly higher than its benchmark of 6.2%; despite a sharp decline in market yields.

The Fund's portfolio allocation during the year changed slightly as a result of PPF's strategy of not re-investing coupons of PIBs in long term intruments at lower yields. At the end of FY16, the Fund has around 66% 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 next year also.

CPI Inflation for the month of June was recorded at 3.2 percent on YoY and 0.6 percent on MoM basis. As far as inflation outlook is concerned, the OIC of the Fund is of the view that there is no immediate risk of sharp rise in inflation in near future. The OIC is also of the view that inflation and interest rates have almost bottomed out and now they are not expected to fall further.

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	3180.0	1.11%
FY16	11.14%	19.59%	40.2	3180.0	1.27%
Jul '08 to Jun '16	14.22%	17.31%			

Performance History



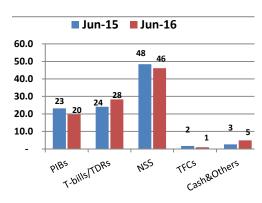
Fund Facts

Fund Type	Pension Fund	
Inception Date	16-Jun-08	
Net Assets (Rs. million)	40,242	
Long Term Benchmark	YoY CPI + 3%	
Management Expenses (annualized)	0.16% p.a. of Net Assets	
Trustee	CDC Pakistan Limited	
Auditors	KPMG Taseer Hadi & Co.	
Risk Profile of the Fund	Low to Moderate	

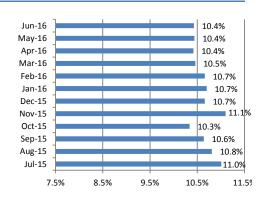
Fund Size FY16	Rs. million
*Beginning Fund Size (30 Jun 2015)	33,619
Add: Contribution during the year	1,000
Add: Gains during the year	3,636
Less: Expenses during the year	(51)
*Ending Fund Size (30 Jun 2016)	38,204

^{*} Excluding Unrealized Gain of Rs. 2,038 million

Asset Allocation (% of Fund Size)



YTD Monthly Returns (Net)



Operational Investment Committee

Aquil Raza Khoja, FCA	General Manager
Muhammad Sajid, CFA	Portfolio Manager