



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

Performance Review

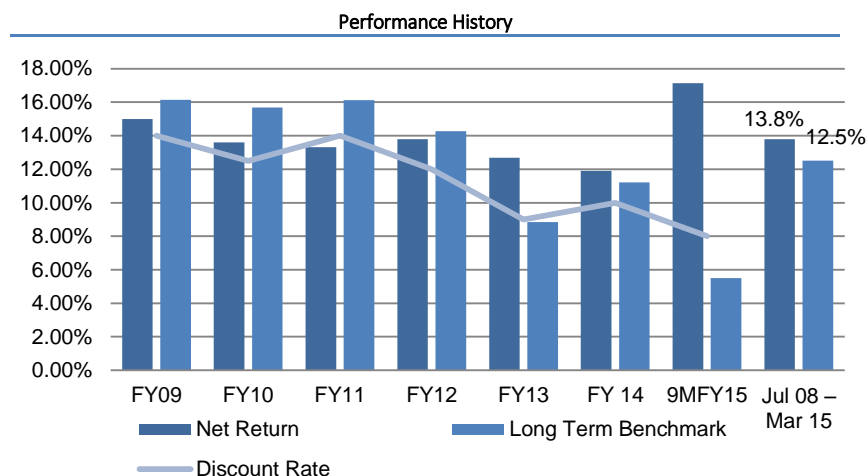
PPF made a net return of 17.1% during 9MFY15 vs. 12.3% during the corresponding period of FY14. This improvement in the performance of the Fund came on the back of realized capital gain on sale of PIBs. During this period PPF realized an overall Capital Gain of Rs. 827 million.

During the month of Mar-15, the Fund posted a net return of 12.0% vs 12.6% during Feb-15. 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. 2.0 billion which was invested at lower yields.

YoY CPI for the month of Mar-15 came at record low of 2.49%; while on MoM basis CPI recorded an increase of 0.23%. During 9MFY15 CPI Index increased by just 0.43% cumulatively.

On 21st March 2015, SBP announced its bi-monthly Monetary Policy Statement (MPS) and reduced the Discount Rate by 50 basis points to 8.0 percent. The key justification given by SBP for slasing the Discount Rate were: 1) Increasing number of economic indicators moved in a favorable direction 2) Headline CPI inflation remained well below the annual target of 8 percent. SBP projects that average CPI for FY15 will remain in a range of 4–5 percent.

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-Mar FY15	19.40%	54.61%	31.7	1454.2	2.18%
Jul '08 to Mar '15	14.95%	18.76%			



Fund Facts

Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	31,693
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

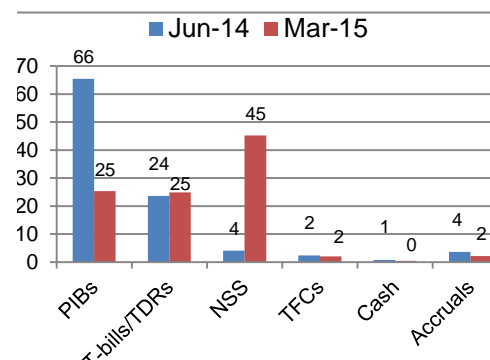
Fund Size FY15 *Rs. million*

*Beginning Fund Size (30 Jun 2014)	24,555
Add: Contribution during the year	2,000
Add: Gains during the year	3,200
Less: Expenses during the year	(26)

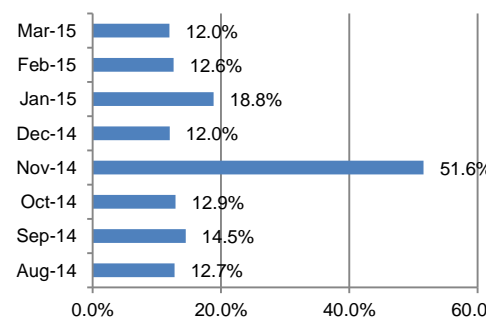
***Ending Fund Size (31 Mar 2015) 29,729**

* Excluding Unrealized Gain/(Loss) of Rs. 1.96 billion

Asset Allocation (% of Fund Size)



YTD Monthly Returns (Net)



Operational Investment Committee

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