



The Punjab Pension Fund (PPF) 's investment objective is to generate revenue to discharge the Government of Punjab's pension liabilities.

Performance Review The Fund's Net Assets grew by 3% during 2M FY 2024-25.

Fixed Income Portfolio: During the period under review, the fund's Fixed-Income portfolio, which constitutes around 88% of the Fund, posted an annualized return of 20.7%. The Fund has a good mix of floating-rate and fixed-rate instruments. The floating-rate instruments provide a reasonable spread over the benchmark rates, and the fixed-rate instruments will not only provide a hedge against declining interest rates scenario but also generate capital gains, thereby enhancing the overall portfolio performance.

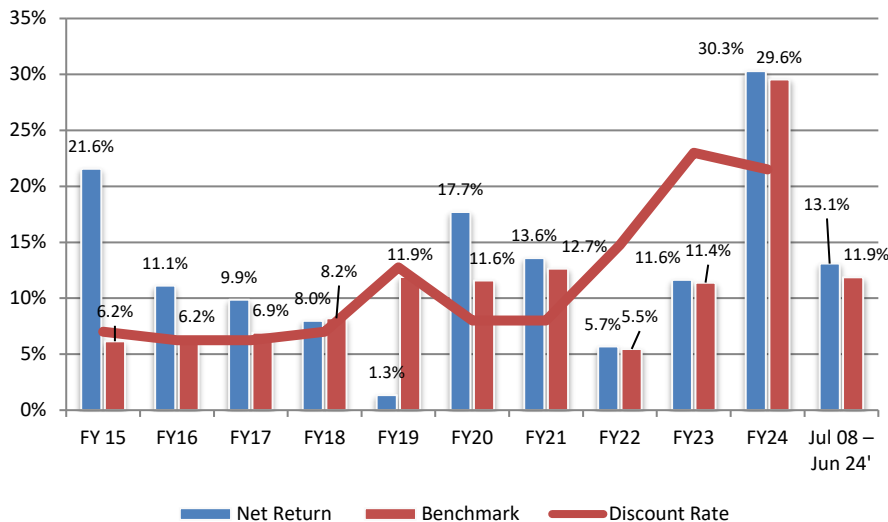
Equity Portfolio: The equity portfolio, which constitutes around 12% of the Fund, posted a holding period return of -0.3% compared to a market (KSE 100 index) return of 0.1%.

The Fund is well positioned to outperform its benchmark in FY 2024-25 as it has built a good mix of fixed-rate and floating-rate portfolios. Going forward, the OIC shall increase the exposure in the fixed-rate portfolio and diversify the equity portfolio.

	Fund Performance*	Liability Estimate	Fund Size (a)	Estimated** 30-yr Pension Liabilities (b)	(a)/(b)
FY09	15.00%	22.38%	3.5	636.3	0.55%
FY10	13.21%	12.86%	12.1	718.1	1.69%
FY11	10.81%	40.03%	13.4	1005.6	1.33%
FY12	16.86%	40.03%	15.6	1408.1	1.11%
FY13	20.46%	40.03%	18.8	1971.8	0.95%
FY14	5.65%	40.03%	24.8	2761.1	0.90%
FY15	21.57%	40.03%	35.3	3866.5	0.91%
FY16	11.14%	14.12%	40.2	4412.5	0.91%
FY17	9.88%	14.12%	49.3	5035.7	0.98%
FY18	7.97%	14.12%	53.2	5746.9	0.93%
FY19	1.34%	14.12%	59.2	6558.5	0.90%
FY20	17.72%	-	76.3	6558.5	1.16%
FY21	13.59%	-	85.2	6558.5	1.30%
FY22	5.68%	-	94.0	6558.5	1.43%
FY23	11.63%	-	108.6	6558.5	1.66%
FY24	30.28%	-	140.3	6558.5	2.14%
2M FY 25	3.01%	-	144.6	6558.5	2.20%
Jul '08 to Aug '24	13.16%	16.98%			

*Including mark-to-market gain/losses

**Based on actuarial reports of 30.6.2009, 30.6.2010, 30.6.2015 & 30.6.2019



Fund Facts

Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	144,555
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.14% p.a. of Net Assets
Trustee	CDC Pakistan Limited
Risk Profile of the Fund	Low to Moderate

Fund Size FY22-23

Rs. million

Beginning Fund Size (1st Jul 2024) 140,329

Add: Contribution during the period -

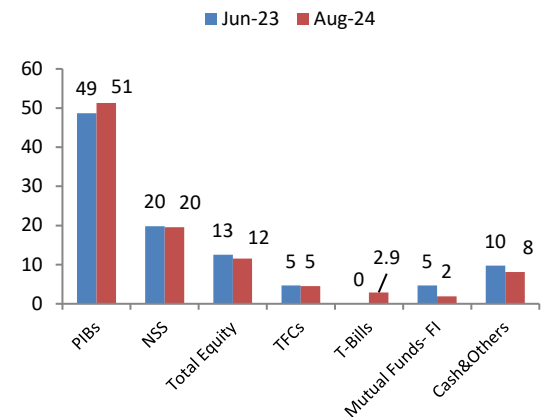
Add: Gain during period 4,260

Less: Expenses during the period (34)

Less: Profit Withdrawal -

Ending Fund Size (31st August 2024) 144,555

Asset Allocation (% of Fund Size)



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