



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

### Performance Review

**Fixed Income:** During the period July-December FY19-20, the fixed income portion of the Fund's portfolio posted an annualized return of 17.06%. During December-19, PPF posted net return of 12.92% p.a. as compared to return of 12.97% p.a. last month. The Operational Investment Committee of the Fund has locked the major portion of the Fixed Income portfolio in different products of National Saving Schemes at attractive rates.

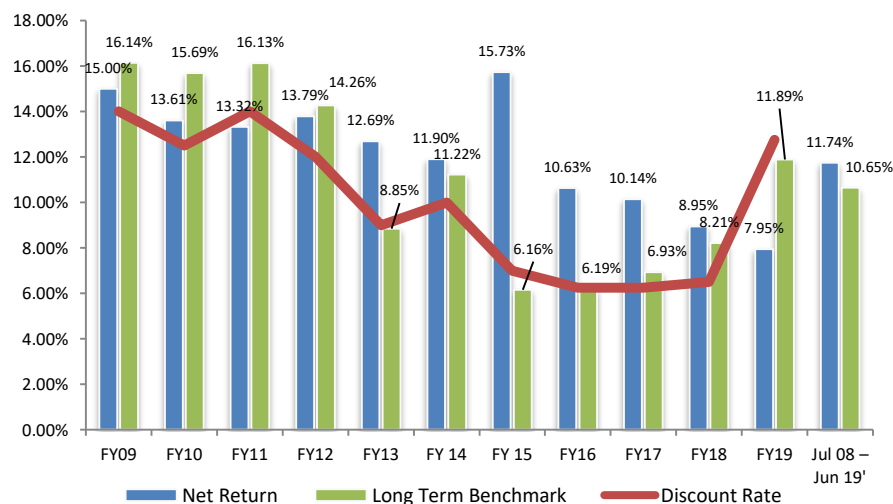
**Equity:** During July to December FY19-20, PPF's equity portfolio posted a return of 18.86% vs its applicable benchmark of 20.41%. During the month of December-19, stock market kept its upward trajectory which helped our equity portfolio to post a gain of 3.01%.

In December-19, CPI was recorded at 12.63% on YoY basis as compared to 12.67% in November-19. On MoM inflation recorded a decline of 0.34%. Food inflation is major contributor in softening MoM inflation numbers. The State Bank of Pakistan expects that CPI for FY19-20 will remain between 11% to 12% p.a. The Operational Investment Committee of Punjab Pension Fund is confident to outperform its benchmark during FY19-20.

|                    | Fund Performance* | Liability Index | Fund Size (a) | Estimated 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          | 3866.4                                  | 0.91%   |
| FY16               | 11.14%            | 18.65%          | 40.2          | 4995.0                                  | 0.81%   |
| FY17               | 9.88%             | 5.08%           | 49.3          | 5249.1                                  | 0.94%   |
| FY18               | 7.97%             | 0.29%           | 53.2          | 5264.5                                  | 1.01%   |
| FY19               | 1.34%             | -28.64%         | 59.2          | 3756.8                                  | 1.58%   |
| 6M FY20            | 11.87%            | 35.72%          | 66.3          | 5098.6                                  | 1.30%   |
| Jul '08 to Dec '19 | 12.55%            | 11.92%          |               |   |         |

\*Including mark to market gain/losses

### Performance History



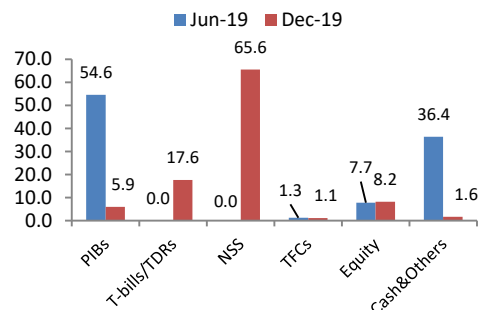
### Fund Facts

|                                  |                          |
|----------------------------------|--------------------------|
| Fund Type                        | Pension Fund             |
| Inception Date                   | 16-Jun-08                |
| Net Assets (Rs. million)         | 66,309                   |
| Long Term Benchmark              | YoY CPI + 3%             |
| Management Expenses (annualized) | 0.08% p.a. of Net Assets |
| Trustee                          | CDC Pakistan Limited     |
| Risk Profile of the Fund         | Low to Moderate          |

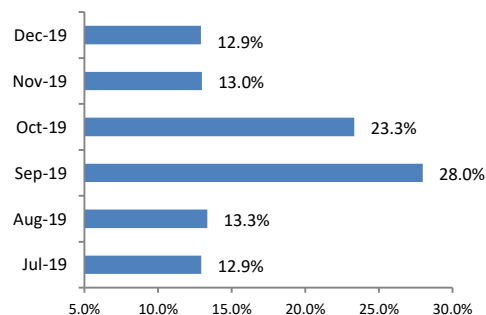
### Fund Size FY20

Rs. million

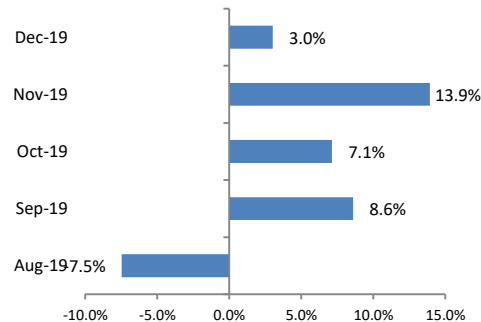
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|--|---------------|
| Beginning Fund Size (01 Jul 2019)          | 59,273        |
| Add: Contribution during the period        | -             |
| Add: Gains during period                   | 7,062         |
| Less: Expenses during the period           | (26)          |
| <b>Ending Fund Size (31 December 2019)</b> | <b>66,309</b> |



### YTD Monthly Returns- Fixed Income (p.a.)



### YTD Monthly Returns- Equity



### Operational Investment Committee

|                           |                   |
|---------------------------|-------------------|
| Syed Shahnawaz Nadir Shah | General Manager   |
| Muhammad Sajid, CFA       | Portfolio Manager |
| <b>Research Analyst</b>   |                   |
| Haroon Zafar, CFA         |                   |

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