



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

Performance Review The Fund's Net Assets grew by 11.63% during FY 2022-23.

Fixed Income Portfolio: During the period under review, the fund's Fixed Income portfolio which constitute around 79% of the Fund posted an annualized return of 16%. Although the Fund has a long-term investment objective, however, the OIC of the Fund kept the duration of its fixed income portfolio short which helped the Fund avoiding huge losses due to steep interest rate hike by the SBP. Presently, the major portfolio of the Fund is invested in floating rate bonds and short-term bank placements.

Equity Portfolio: The equity portfolio which constitute around 21% of the Fund posted holding period return of -4%.

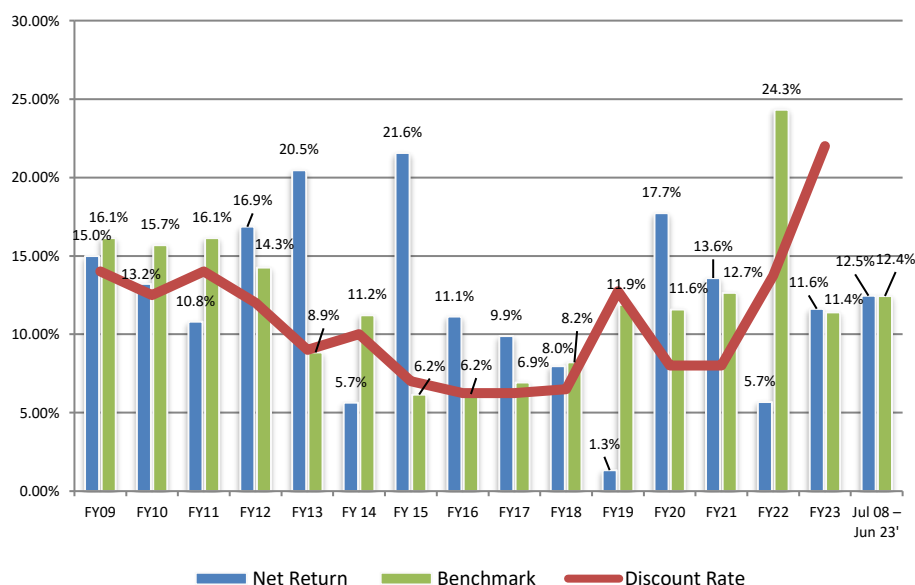
In Jun-23, the YoY CPI decline to 29%, while MoM inflation also down to 0.3% as compared to 1.6% last month. The deceleration of MoM inflation is attributed to lower food prices, lower transportation index amid cut in petrol prices, and decline in housing index. The high base effect helped lower YoY numbers which will remain a key factor going forward. Whereas the Fund will keep its equity exposure near to strategic level while diversifying it.

	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%
Jul '08 to Jun '23	12.03%	18.41%			

*Including mark-to-market gain/losses

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

Performance History



Fund Facts

Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	108,564
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.24% p.a. of Net Assets
Trustee	CDC Pakistan Limited
Risk Profile of the Fund	Low to Moderate

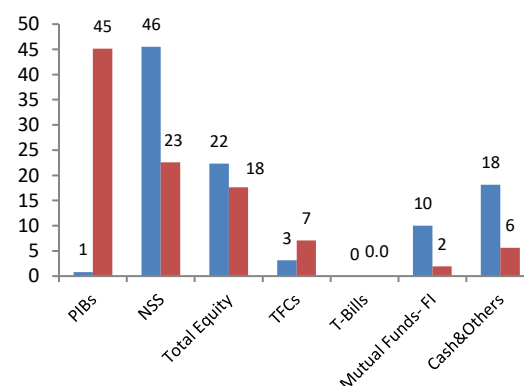
Fund Size FY22-23

Rs. million

Beginning Fund Size (1 st Jul 2022)	94,026
Add: Contribution during the period	3,500
Add: Gain during period	11,256
Less: Expenses during the period	(218)
Ending Fund Size (30th June 2023)	108,564

Asset Allocation (% of Fund Size)

■ Jun-22 ■ Jun-23



Muhammad Sajid, CFA

Acting General Manager

Haroon Zafar, CFA

Research Analyst

For feedback and enquiries contact us at:
112-Tipu Block, New Garden Town, Lahore
www.ppf.gop.pk
Ph.: 042-35882960-2