



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 6.72% during 3M FY 023-24.

Fixed Income Portfolio: During the period under review, the fund's Fixed Income portfolio which constitute around 85% of the Fund posted an annualized return of 25.2%. 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.

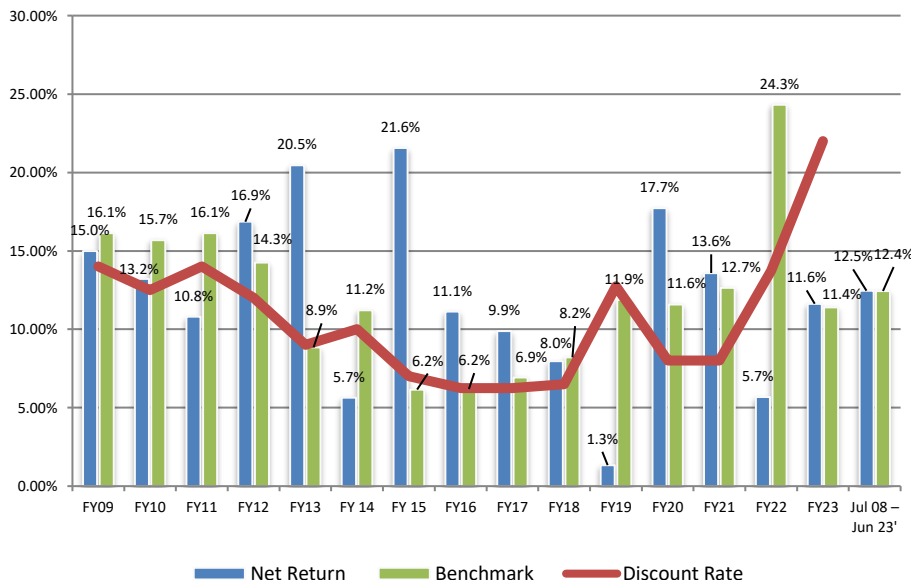
Equity Portfolio: The equity portfolio which constitute around 15% of the Fund posted holding period return of 9.6%. The Fund has reduced the Equity exposure by Rs 7.1 billion during first three months of FY 24.

In September-23, the YoY CPI jumped to 31.4%, while MoM inflation rose by 2.0% as compared to 1.7% last month. The higher inflation is attributed to higher local fuel and food prices. The upcoming gas price increase will keep the inflation high in the upcoming months which will later come down due to high base effect. 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%
3M FY24	6.72%	-	115.9	6558.5	1.77%
Jul '08 to Sep '23	12.30%	18.08%			

*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)	115,857
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.10% 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 2023) 108,564

Add: Contribution during the period -

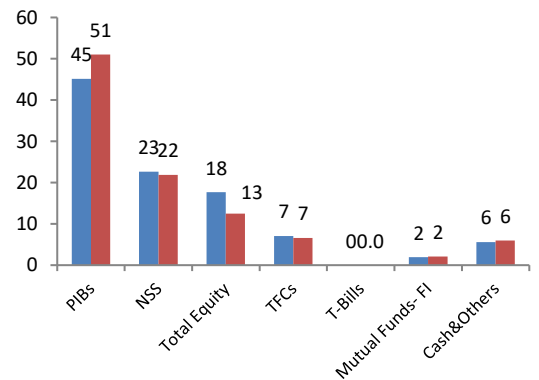
Add: Gain during period 7,322

Less: Expenses during the period (29)

Ending Fund Size (30th September 2023) 115,857

Asset Allocation (% of Fund Size)

■ Jun-23 ■ Sep-23



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