

**JANUARY  
2019  
PERFORMANCE  
TRACKER**

**FUND MANAGERS'  
REPORT**

**ADAMJEE LIFE ASSURANCE COMPANY LIMITED**

The Forum, 3rd Floor, Suite # 301, Plot G-20, Block 9, Clifton, Karachi.

Tel: +92-21-111-11-LIFE (5433) | Fax: +92-21-35362621 | Website: [www.adamjeelife.com](http://www.adamjeelife.com)

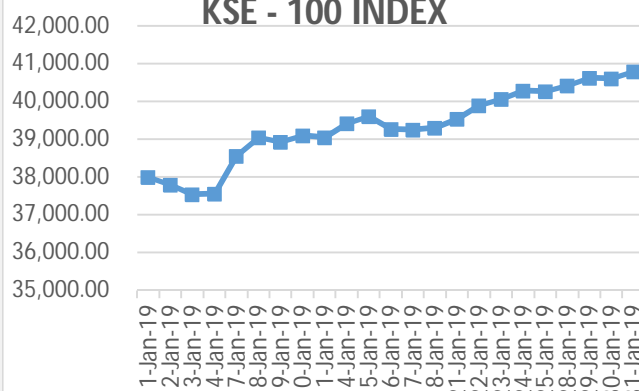
# Equity Market Analysis

CY19 started itself on a positive note as the benchmark Index KSE100 posted a gain of ~10% in the month of January. Long-awaited foreign buying was seen in the market with foreigners buying USD ~16 mn worth of equities, most of the selling was absorbed by Insurance Companies and Individuals who bought USD ~19/9 mn respectively. Volumes and values remained flattish MoM averaging ~137 mn shares/ PKR ~6.1 bn. Major sectors such as E&Ps, Fertilizers and Commercial Banks outperformed the market generating positive returns of 17.82%/10.19%/9.97% respectively. E&Ps surged due to start of drilling in Indus Basin which is a high potential zone capable of drilling significant flows. Fertilizer sector moved back and forth on expected GIDC reduction/removal in the favor of fertilizer companies; however, generated overall positive return on market expectation of fertilizer companies retaining the benefit. The only major sector contributing negatively to index's return was Chemicals that retreated on margins' contraction. Another reason was price correction as Chemicals had been witnessing a continuous rally in previous months. We believe equity markets generally preempt the economic conditions and as such it is important to consider whether all the economic developments are priced in or not. Therefore, overall valuations and fundamentals of universe companies do play an important role. The overall strategy should tilt towards defensive sectors (E&P's, Power, Fertilizers) while sector which will benefit from changing dynamics on macro front such as rising interest rates (Commercial Banks) should be overweight. In addition to that, government's strong focus on reviving exports should provide a boost to the outlook of export oriented sectors such as Textiles & IT. Despite being negative on cyclicals, we believe there will be distressed assets and quality companies which should be looked into as they have a tendency to provide abnormal returns.

### KSE 100 Index



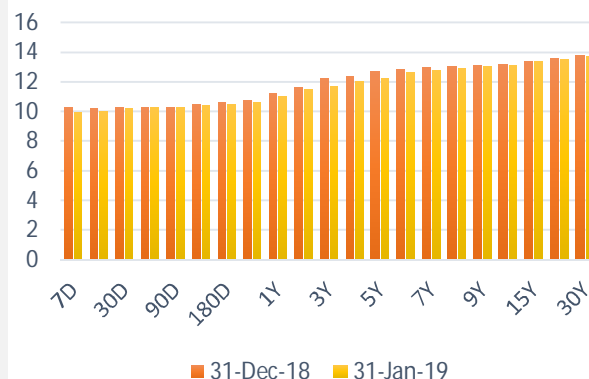
### KSE - 100 INDEX



# Money Market Analysis

Auction for fixed coupon PIB bonds was held on January 23, 2019. Total participation of PKR 345.1 billion was witnessed out of which 3, 5 & 10 years' tenor received bids worth PKR 149.29 billion, PKR 53.47 billion & 137.33 billion respectively. Bid of worth PKR 5 billion were also received in 20 years PIB out of which total PIBs only worth PKR 53.80 billion were accepted. PKR 28.92 billion worth PIBs were accepted in 3 years & PKR 24.87 billion in 5 years at cut off yield of 12.2401% & 12.70% respectively. During the month long term yield curve showed downward trajectory as most market players were not in favor of any increase in policy rate. This anticipation resulted in healthy activity in longer tenor bonds with most activity taking place in 3 years bond while little to no activity was witnessed in Floater Rate Bonds. For the purpose of liquidity management all other major activity was seen in shorter tenor T-bills. State Bank of Pakistan conducted Treasury bill auction on January 30, 2019. The auction had a total maturity of PKR 11.56 billion against which a participation of PKR 104.80 billion was witnessed. Out of total participation 3 months' tenor received bids worth PKR 104.4 billion while a meager participation of PKR 380 million was in 6 months whereas, no participation was witnessed in 12 months' bill. SBP accepted bids worth PKR 101.49 billion at a cut-off yield of 10.3013% in 3 months' tenor whereas, bids in 6 months T-bill were rejected.

### PKRV RATES



# INVESTMENT MULTIPLIER FUND (IMF)



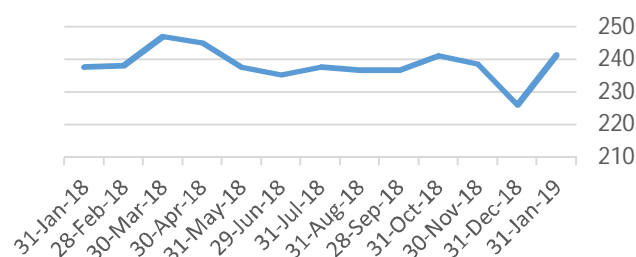
## Fund Objective:

A well-diversified portfolio with the aim to maximize the returns by taking exposure in equities while balancing out the risk profile by investing in Government and fixed income securities and real estate.

## Fund Information:

Fund Name	Investment Multiplier Fund
Fund Size	PKR 17.5 Billion
Launch Date	June 9, 2011
Bid Price (Inception)	PKR 100
Bid Price (31 Jan 2019)	PKR 241.3563
Fund Type	Asset Allocation Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	40% [six (6) months PKRV rate (T-Bills rate)] + 50% [KSE-100 Index Return] + 10% minimum Bank Deposit rate on saving accounts – currently at 5%].

## Bid Price Trend



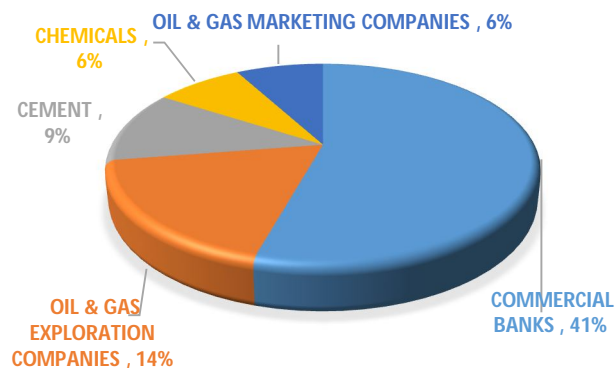
## Asset Mix

Asset	January 2019	December 2018
Bank Balance	5.23%	6.24%
Term Deposits	5.15%	26.39%
Equities	40.23%	40.67%
Mutual Funds	16.08%	15.86%
Fixed Income Securities	2.49%	2.70%
Government Securities	24.03%	0.61%
Real Estate	4.89%	5.28%
Other Asset	1.90%	2.25%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	6.78%	79.83%
180 Days Return	1.54%	3.06%
CYTD	6.78%	79.83%
Since Inception	141.36%	18.47%

## SECTOR WISE ALLOCATION



## Managers' Comments:

During the month of January 2019, the NAV per unit has been Increased by PKR 15.3254 (6.78%) from December.

# INVESTMENT SECURE FUND (ISF)



## Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities with minimum exposure to equities.

## Fund Information:

Fund Name	Investment Secure Fund
Fund Size	PKR 8 Billion
Launch Date	June 9, 2011
Bid Price (Inception)	PKR 100
Bid Price (31 Jan 2019)	PKR 195.4343
Fund Type	Predominantly Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	70% [six (6) months PKRV rate (T-Bills rate)]+[20% [KSE-100 Index Return] +[10% minimum bank rate on saving account - currently at 5%]



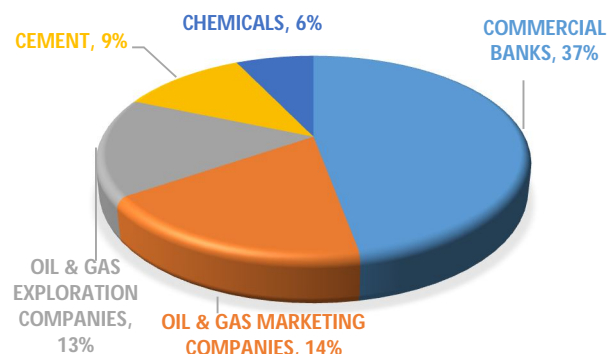
## Asset Mix

Assets	January 2019	December 2018
Bank Balances	2.85%	5.64%
Term Deposits	24.64%	51.80%
Equities	16.29%	16.24%
Mutual Funds	7.59%	7.51%
Fixed Income Securities	13.41%	13.94%
Government Securities	33.87%	3.56%
Other Asset	1.35%	1.31%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	2.87%	33.81%
180 Days Return	3.03%	6.01%
CYTD	2.87%	33.81%
Since Inception	95.43%	12.47%

## SECTOR WISE ALLOCATION



## Managers' Comments:

During the month of January 2019, the NAV per unit has been Increased by PKR 5.4555 (2.87%) from December.

# INVESTMENT SECURE FUND II (ISF II)

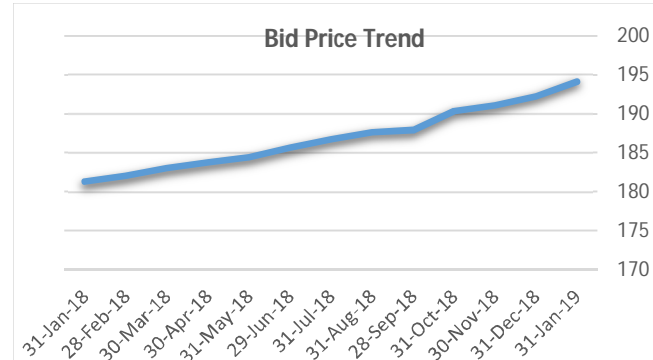


## Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities without taking excessive risks.

## Fund Information:

Fund Name	Investment Secure Fund II
Fund Size	PKR 2.4 Billion
Launch Date	December 1, 2011
Bid Price (Inception)	PKR 100
Bid Price (31 Jan 2019)	PKR 194.1968
Fund Type	Predominantly Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. - 1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	80% [six (6) months PKRV rate (T-Bills rate)] + 10% [KSE-100 Index Return] + [10% minimum bank deposit rate on saving account - currently at 5%]



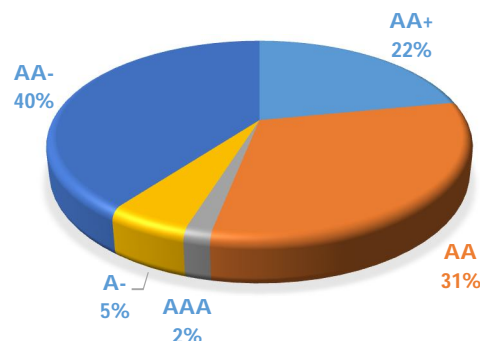
## Asset Mix

Assets	January 2019	December 2018
Bank Balances	3.90%	5.22%
Term Deposits	23.33%	50.66%
Equities	1.80%	1.63%
Mutual Funds	0.0%	0.0%
Fixed Income Securities	26.11%	26.01%
Government Securities	39.89%	11.86%
Other Asset	4.97%	4.62%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.99%	11.69%
180 Days Return	3.98%	7.89%
CYTD	0.99%	11.69%
Since Inception	94.20%	13.13%

## RISK PROFILE OF INVESTMENTS



## Managers' Comments:

During the month of January 2019, the NAV per unit has been Increased by PKR 1.9099 (0.99%) from December.

## Fund Objective:

To offer an opportunity to invest in a diversified Shariah compliant equity and fixed income securities.

## Fund Information:

Fund Name	Amaanat Fund
Fund Size	PKR 626 Million
Launch Date	November 15, 2012
Bid Price (Inception)	PKR 100
Bid Price (31 Jan 2019)	PKR 159.6889
Fund Type	Islamic Asset Allocation Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. - 1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	70% [Three (3) months Islamic Bank TDR] + 25% [KMI - 30 Index Return] + 5% [Islamic Bank saving account return (minimum rating AA-)]



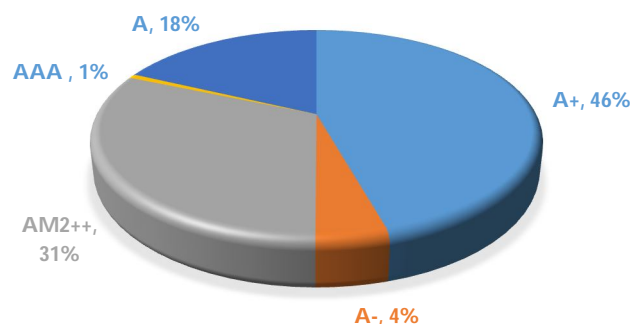
## Asset Mix

Assets	January 2019	December 2018
Bank Balances	9.60%	12.22%
Term Deposits	45.47%	47.96%
Equity	0.0%	0.0%
Mutual Funds	27.82%	27.17%
Fixed Income Securities	5.90%	6.23%
Government Securities	0%	0%
Other Asset	11.21%	6.42%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	2.99%	35.15%
180 Days Return	1.69%	3.35%
CYTD	2.99%	35.15%
Since Inception	59.69%	9.61%

## RISK PROFILE OF INVESTMENTS



## Managers' Comments:

During the month of January 2019, the NAV per unit has been Increased by PKR 4.6288 (2.99%) from December.

# DYNAMIC SECURE FUND (DSF)

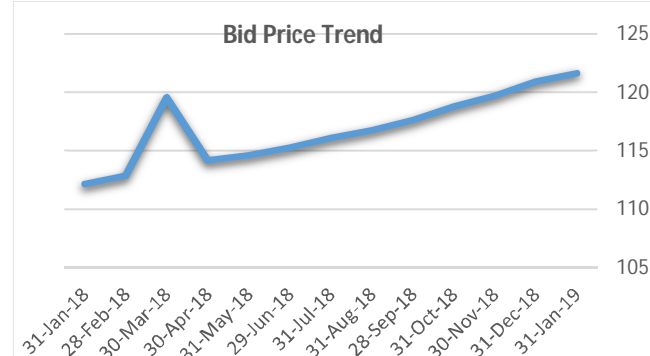


## Fund Objective:

To deliver regular and steady return primarily by investing in Government and fixed income securities.

## Fund Information:

Fund Name	Dynamic Secure Fund
Fund Size	PKR 42 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 Jan 2019)	PKR 121.6641
Fund Type	Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by Faysal Asset Management Co. Ltd. through a discretionary portfolio management agreement
Benchmark	90% [six (6) months T-Bills ] + [10% Bank saving account return (minimum rating AA-)]



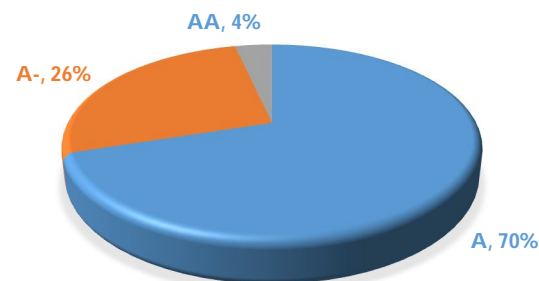
## Asset Mix

Assets	January 2019	December 2018
Bank Balances	33.78%	21.42%
Term Deposits	35.81%	47.99%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	25.06%	25.48%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	5.35%	5.11%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.58%	6.85%
180 Days Return	4.77%	9.46%
CYTD	0.58%	6.85%
Since Inception	21.66%	8.54%

## RISK PROFILE OF INVESTMENTS



## Managers' Comments:

During the month of January 2019, the NAV per unit has been Increased by PKR 0.7042 (0.58%) from December.

# DYNAMIC GROWTH FUND (DGF)



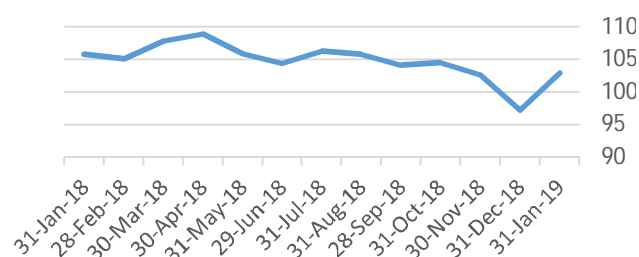
## Fund Objective:

To generate high returns through active allocation in fixed and equity securities.

## Fund Information:

Fund Name	Dynamic Growth Fund
Fund Size	PKR 348 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 Jan 2019)	PKR 102.9063
Fund Type	Asset Allocation Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by Faysal Asset Management Co. Ltd. through a discretionary portfolio management agreement
Benchmark	50% [six (6) months PKRV rate (T-Bills rate)]+[40% of KSE-100 Index Return]+10% minimum bank deposit rate on saving accounts – currently at 5%]

## Bid Price Trend



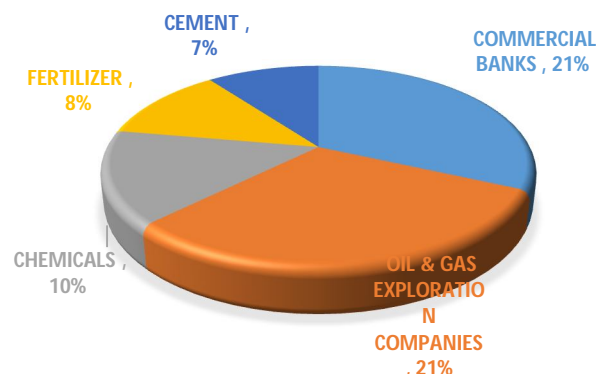
## Asset Mix

Assets	January 2019	December 2018
Bank Balances	31.24%	25.49%
Term Deposits	8.62%	9.16%
Equities	51.43%	57.13%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	6.04%	6.48%
Government Securities	0%	0%
Other Asset	2.67%	1.74%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	5.83%	68.65%
180 Days Return	-3.17%	-6.28%
CYTD	5.83%	68.65%
Since Inception	2.91%	1.15%

## SECTOR WISE ALLOCATION



## Managers' Comments:

During the month of January 2019, the NAV per unit has been Increased by PKR 5.6697 (5.83%) from December.



**DISCLAIMER**

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