



**FEBRUARY
2019**

**PERFORMANCE
TRACKER**

**FUND MANAGERS'
REPORT**

ADAMJEE LIFE ASSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS

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

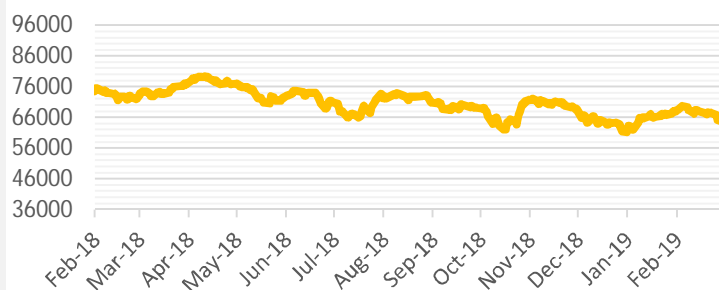
Equity Market Analysis

After a positive start for CY19, the benchmark Index KSE100 dived into the negative territory posting a loss of ~4.3% in the month. In the later half of the month, the market suffered the brunt of Indo-Pak tensions after the Pulwama incident. Locals shyed away from equities while foreigners bought USD ~32 mn worth of equities. Volumes and values traded increased MoM averaging ~151 mn shares/ PKR ~7 bn respectively.

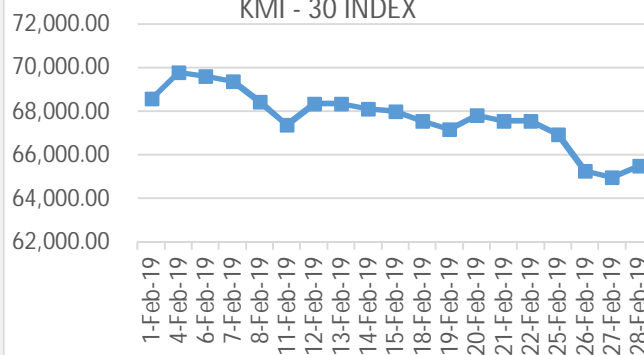
Refineries and OMCs were the major laggards generating negative returns of 18.9%/10.4% respectively. Refineries plummeted due to disappointing quarterly results and weak international margins of petroleum products. Oil & Marketing Companies declined due to dismal volumes of petroleum products, particularly High Speed Diesel which declined by 24% YoY. OMCs and Power sectors also depicted a decline due to below than expected results. Specifically, two of the largest listed power companies did not pay dividends.

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.

KMI 30 Index



KMI - 30 INDEX

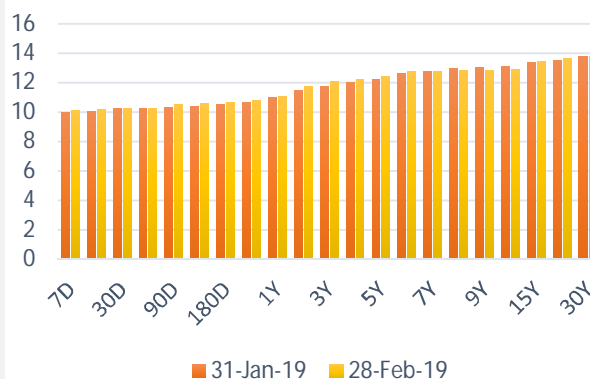


Money Market Analysis

State Bank of Pakistan conducted Treasury bill auction on February 27, 2019. The auction had a total maturity of PKR 2.063 trillion against which a total participation of PKR 528.92 billion was witnessed in 3 months. Whereas, no participation was witnessed in 6 & 12 months Treasury bill. SBP accepted bids worth PKR 472.57 billion at a cut-off yield of 10.55%. Coming months are quite critical as Pakistan would be taking key decisions with regards to funding sources and policy actions to fund the external account. With the government exploring various options to manage its external account, an actual materialization of explored plans shall be critical in setting the economic direction.

CPI for the month of February' 19 clocked in at 7.2% after which average for 8MFY19 rose to 6.3%. Inflation is expected to further jack up during the last four months of FY19 as the impact of lagged depreciation kicks in. The government is yet to fully adjust electricity prices because the gap between base tariff and actual cost of generation has widened significantly. We expect CPI to average around 7.5% in FY19.

PKRV RATES



MAZ'AF FUND (TAKAFUL)



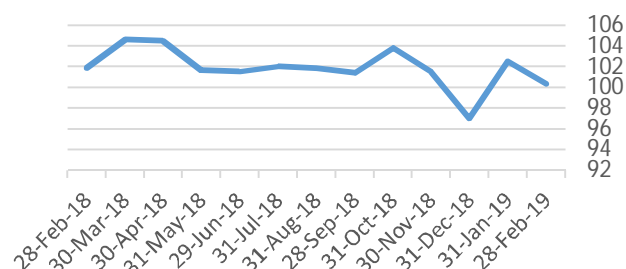
Fund Objective:

A moderate to high-risk profile fund that generates higher returns over the long run in shariah compliant equities and Islamic mutual fund.

Fund Information:

Fund Name	Maza'af Fund
Fund Size	PKR 1.6 Billion
Launch Date	July 26, 2016
Bid Price (Inception)	PKR 100
Bid Price (28 Feb 2019)	PKR 100.3837
Fund Type	Balanced Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium to High
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) month PKRV rate (T-Bill rate)] + 50% [KMI-30 Index Return] + 10% [minimum deposit rates on banks]

Bid Price Trend



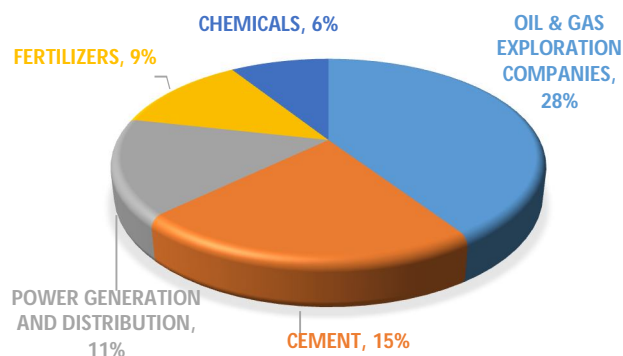
Asset Mix

Assets	February 2019	January 2019
Bank Balances	3.12%	10.47%
Term Deposits	27.08%	22.06%
Equities	38.79%	39.31%
Mutual Funds	16.11%	20.45%
Fixed Income Securities	4.08%	4.06%
Government Securities	0%	0%
Other Assets	10.82%	3.65%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-2.07%	-26.93%
180 Days Return	-1.45%	-2.92%
CYTD	3.44%	21.31%
Since Inception	0.38%	0.15%

SECTOR WISE ALLOCATION



Managers' Comments:

During the month of February 2019, the NAV per unit has been Decreased by PKR 2.1174 (-2.07%) from January.

TAMEEN FUND (TAKAFUL)



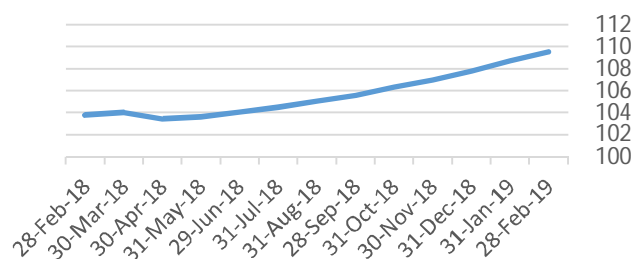
Fund Objective:

A moderate to low risk profile fund that generates stable and secure returns by balancing the investment in long-term money market investments including term deposit in Islamic Banks and Sukuk Bonds.

Fund Information:

Fund Name	Tameen Fund
Fund Size	PKR 100 Million
Launch Date	July 26, 2016
Bid Price (Inception)	PKR 100
Bid Price (28 Feb 2019)	PKR 109.5527
Fund Type	Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	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	90% [six (6) month PKRV rate (T-Bill rate)] + 10% [minimum deposit rates on banks]

Bid Price Trend



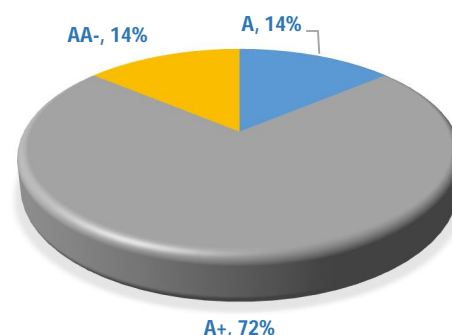
Asset Mix

Assets	February 2019	January 2019
Bank Balances	7.98%	11.08%
Term Deposits	71.89%	75.82%
Mutual Funds	0%	5.27%
Fixed Income Securities	0%	0%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	20.13%	7.83%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.78%	10.13%
180 Days Return	4.28%	8.62%
CYTD	1.64%	10.14%
Since Inception	9.55%	3.65%

RISK PROFILE OF INVESTMENTS



Managers' Comments:

During the month of February 2019, the NAV per unit has been Increased by PKR 0.8451 (0.78%) from January.

DISCLAIMER

This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in funds are subject to market risks. The NAV based prices of units and any returns thereon are dependent on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.