



**MAY 2018**

**PERFORMANCE  
TRACKER**

**FUND MANAGERS'  
REPORT**

**ADAMJEE LIFE ASSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS**

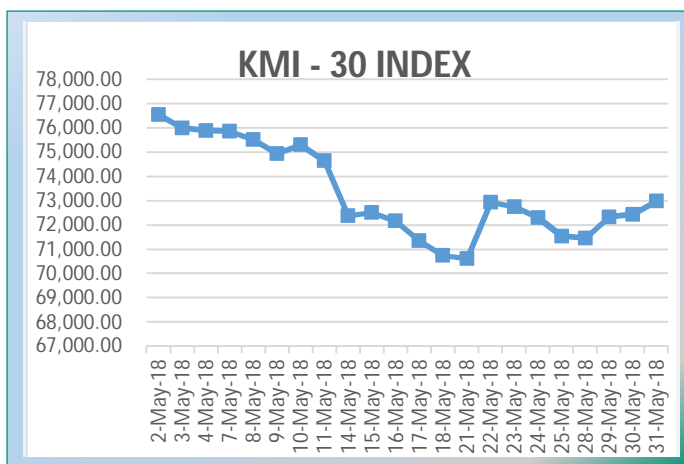
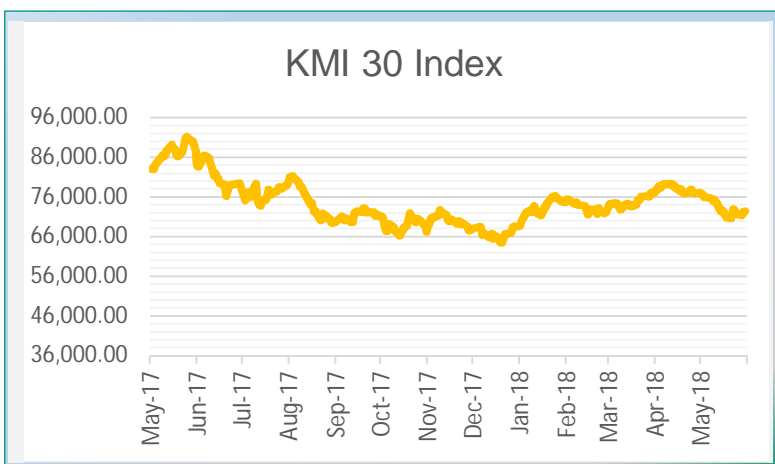
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# Equity Market Analysis

The local equity market retreated by 5.8% in May'18 taking the cumulative return of 11MFY18 to -8.0%. Worsening of external account position along with uncertainty over elections fate continued to haunt investors. Foreigners selling remained unabated, offloading USD ~73 million worth of local equities during the month. Insurance companies continued to absorb the selling pressure, accumulating USD ~61 million of stocks.

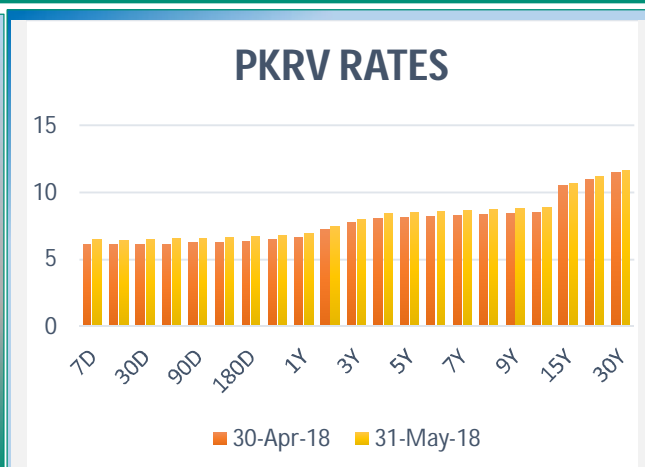
Cement, Automobile Assemblers and Refineries continued to remain the major laggards. Cement sector lost ~12% during the month, after cost pressures escalated in the form higher coal prices. Alongside, imminent supply additions in the sector led the investors to remain at bay. Automobile Assemblers lost ~9% of their market capitalization after government announced to bar non-filers from purchasing vehicles. Refineries also lost more than 10% during the month as crude oil prices attained their peak of USD ~80/BBL. It's worth mentioning that higher crude oil prices result in lower Net GRM's, alongside require higher cost of financing the working capital. E&P sector outperformed the benchmark by ~5%, after robust crude oil prices amid geopolitical uncertainty.



# Money Market Analysis

The Monetary Policy Committee of State Bank of Pakistan decided to increase the policy rate by 50 bps in the month of May. The major reason cited was due to the weakening external account position and the emergence of underlying inflationary pressures in the economy which demand swift policy actions to arrest the dwindling foreign exchange reserves and curtail the elevated demand. The cumulative increase has reached 75 bps in this calendar year.

Consumer Price Index for the month of May, 2018 reached 4.19% against 3.68% for April, 2018. Importantly, the core inflation remained at ~7% following a jump to 7% in April, 2018 from 5.8% in March, 2018. The inflation trajectory is expected to trend upwards with lagged impacts of currency depreciation and increase in oil prices.



# MAZ'AF FUND (TAKAFUL)

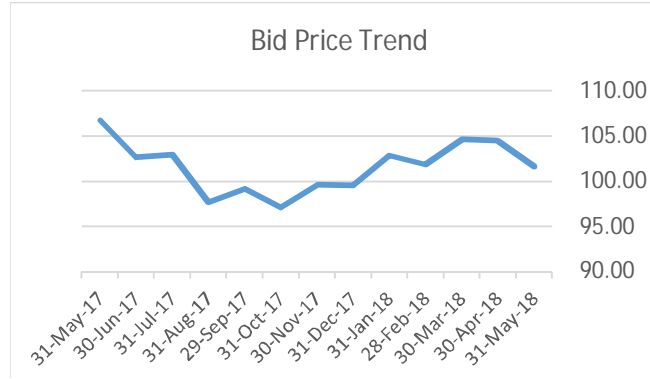


## Fund Objective:

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 1.2 Billion
Launch Date	July 26, 2016
Bid Price (inception)	PKR 100
Bid Price (31 May 2018)	PKR 101.6336
Fund Type	Balanced Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	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	40% [six (6) month PKRV rate (T-Bill rate)] + 50% [KMI-30 Index Return] + 10% [minimum deposit rates on banks]

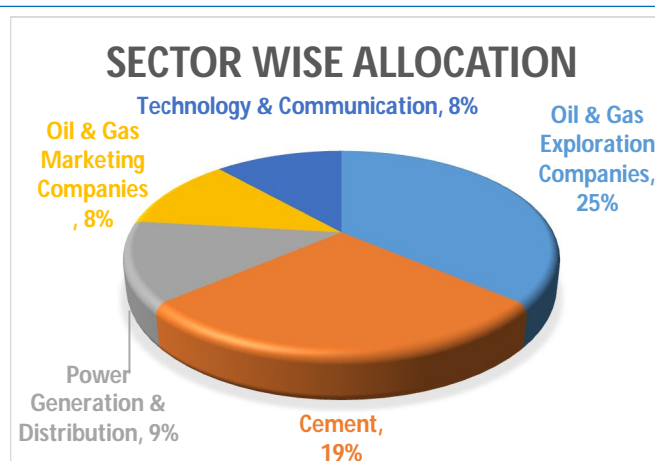


## Asset Mix

Assets	May 2018	April 2018
Bank Balances	6.88%	8.79%
Term Deposits	24.04%	24.30%
Equities	37.94%	36.67%
Mutual Funds	14.89%	15.62%
Fixed Income Securities	5.40%	5.47%
Government Securities	8.92%	9.15%
Other Assets	1.93%	0.00%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-2.72%	-32.08%
180 Days Return	2.03%	4.07%
CYTD	2.11%	5.03%
Since Inception	1.63%	0.88%



## Managers' Comments:

During the month of May 2018, the NAV per unit has been Decreased by PKR -2.8470 (-2.72%) from April.

# TAMEEN FUND (TAKAFUL)



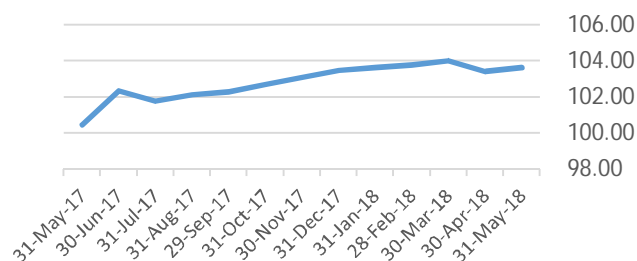
## Fund Objective:

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 51.5 Million
Launch Date	July 26, 2016
Bid Price (inception)	PKR 100
Bid Price (31 May 2018)	PKR 103.6115
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



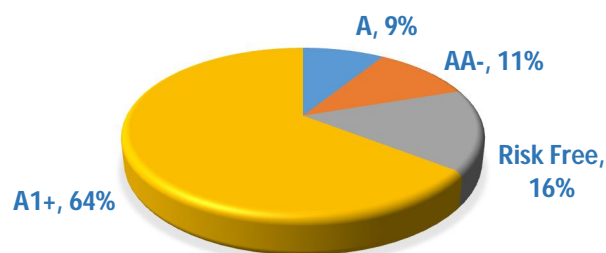
## Asset Mix

Assets	May 2018	April 2018
Bank Balances	8.81%	37.36%
Term Deposits	64.05%	31.73%
Mutual Funds	10.86%	12.56%
Fixed Income Securities	0%	0%
Government Securities	15.60%	18.35%
Real Estate	0%	0%
Other Assets	0.68%	0%

## Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.19%	2.24%
180 Days Return	0.50%	1.01%
CYTD	0.12%	0.29%
Since Inception	3.61%	1.94%

## RISK PROFILE OF INVESTMENTS



## Managers' Comments:

During the month of May 2018, the NAV per unit has been Increased by PKR 0.1971 (0.19%) from April.

**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.