



INVESTMENT FACT SHEET
FOR THE MONTH OF MAY 2024

GOVERNING COMMITTEES



BOARD FINANCE & INVESTMENT COMMITTEE

- **SHAHID GHAFAR**
(CHAIRMAN)
- **RAFIUDDIN ZAKIR MAHMOOD**
(MEMBER)
- **OMER FAROOQ**
(MEMBER/SECRETARY)
- **JAVED AHMED**
(MEMBER/CEO)
- **JOHN JOSEPH METCALF**
(MEMBER)
- **SHAN RABBANI**
(MEMBER)

INVESTMENT MANAGEMENT COMMITTEE

- **JAVED AHMED**
(CHAIRMAN/CEO)
- **ZAHID BARKI**
(MEMBER)
- **SHAN RABBANI**
(MEMBER)
- **DILEEP KUMAR MAHESHWARI**
(MEMBER/SECRETARY)
- **OMER FAROOQ**
(MEMBER)
- **FARHAN AKHTAR FARIDI**
(MEMBER)
- **ASIF MOBIN**
(MEMBER)

EXTERNAL AUDITORS

- **A.F FERGUSON & CO PVT LTD**

APPOINTED ACTUARY

- **NAUMAN CHEEMA, NAUMAN ASSOCIATES, LAHORE**

KEY HIGHLIGHTS



Dear Policyholders,

In May 2024, the PSX made significant strides as the benchmark KSE-100 index reached an all time high of 75,983 points, before closing at 75,878 points, a gain of 4,776 points for the month. This impressive surge was driven by several positive developments, including the arrival of a Saudi delegation to discuss investment opportunities in various sectors. Optimism also remained high due to ongoing negotiations with the IMF for an Extended Fund Facility (EFF) and the UAE's agreement to invest \$10 billion in multiple sectors in Pakistan. On the economic front, slowdown in M/M CPI has raised market expectation of monetary easing commencing in near future.

On the economic front, the price of petrol decreased by PKR 20.13/ltr to PKR 268.36/ltr, while the price of HSD dropped by PKR 11.74/ltr, reaching PKR 270.22/ltr. PKR remained quite stable against USD in the inter-market, closing at PKR 278.32/USD. The country's total FX reserves stood at USD 14.31bn, with SBP reserves reaching a 23-month high, standing at over USD 9bn. The CAB also saw a 13% M/M increase, reporting a surplus of USD 491mn in Apr'24. Lastly, FDI experienced a 39% M/M jump to USD 359mn in Apr'24.

The major numbers during the month:

- The current account surplus clocked in at USD 491mn in Apr'24.
- CPI inflation in May'24 stood at 11.76% Y/Y, compared to 17.34% in Apr'24.
- PKR depreciated against USD by a mere 0.01 rupees during the month, closing at PKR 278.32/ USD.
- A major reduction in global oil prices, with Brent at USD 81.62/bbl mark. While Coal slightly up at USD 107.50/mt.

The LSMI output for Mar'24 increased by 2.04% Y/Y. Overall, the large-scale manufacturing sector has shown a growth of -0.10% during 9MFY24 with main contribution from food (0.31), tobacco (-0.66), textile (-1.47), garments (0.77), paper & board (-0.05), petroleum products (0.31), chemicals (0.60), pharmaceuticals (1.08), iron & steel products (-0.11), electrical equipment (-0.24), automobiles (-1.01), and furniture (0.60).

Cement dispatches recorded 7.83% Y/Y increase in May'24, with total dispatches at 4.275MT compared to 3.965MT in May'23. The sale of petroleum products witnessed a jump of 26% M/M and clocked in at 1.39MT in May'24. Moreover, the country's auto sales for Apr-24 recorded 10,515 units, a growth of 12% compared to the previous month.

ECONOMY UPDATE

MACROECONOMIC INDICATORS

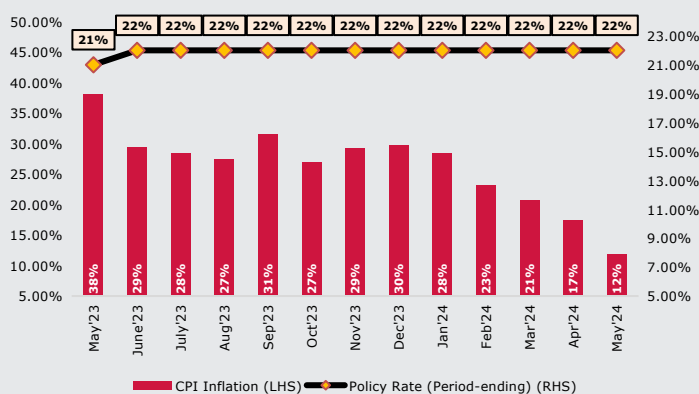
KEY STATISTICS	REPORTED MONTH	CURRENT	PREVIOUS	FYTD
Trade Deficit (USD mn)	April	(1,813)	(2,044)	(17,684)
Remittances (USD mn)	April	2,812	2,954	23,850
Current A/C Balance (USD mn)	April	491	434	(202)
FDI (USD mn)	April	359	258	1,457
Tax Collection* (PKR bn)	May	760	654	7,364
M2 Growth				7.77%

Source SBP, FBR

* Provisional figures

In Apr'24, trade deficit narrowed to USD 1,813mn compared to USD 2,044mn during previous month, a decrease of 11% on a monthly basis. Cumulatively, the trade deficit for 10MFY24 clocked at USD 17.68bn compared to USD 22.57bn, showing a contraction of 22% YoY. In May 2024, FBR collected PKR 760 billion in taxes, surpassing the month's target by PKR 15 billion.

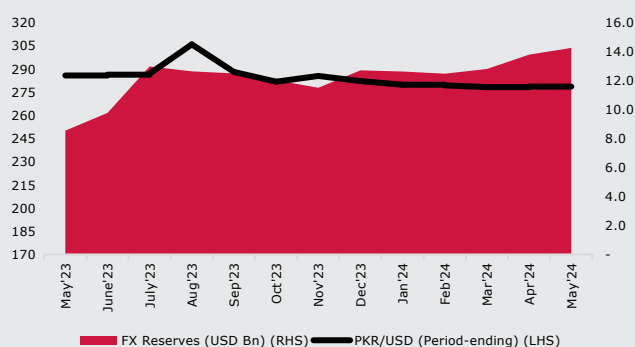
INFLATION



Source: PBS

The national CPI during the month of May'24 stood at 11.76% Y/Y compared to 17.34% Y/Y in the previous month. On a M/M basis, CPI inflation decreased by 3.24% in May'24 compared to 0.43% in the previous month. To note, RIR showed a significant improvement, currently standing at 10.23%.

PKR/USD PARITY VS FX RESERVES



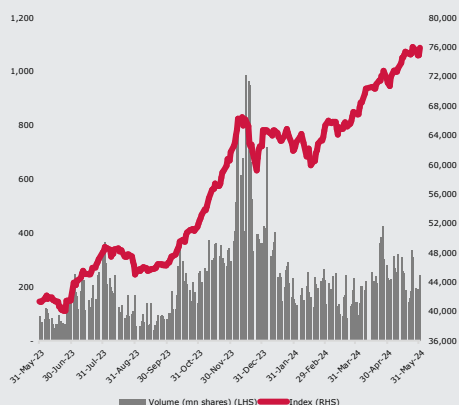
Source: SBP

As of 24th May 2024, Net reserves with SBP stood at USD 9.09bn, while commercial banks reserves held USD 5.22bn, bringing the total reserves to USD 14.31bn. During the same period, PKR remained stable against the US Dollar, maintaining a rate of PKR 278.32/USD.

CAPITAL MARKETS UPDATE

EQUITY MARKET

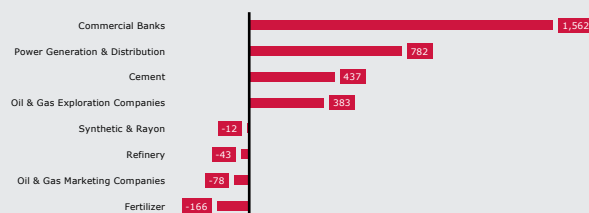
KSE-100 ONE YEAR PERFORMANCE



Source: PSX

In May, KSE-100 index continued its upward trend, hitting an all-time high of 75,983. This remarkable performance translated to a monthly gain of 6.72%, adding 4,776 points to close at 75,878. Trading activity was also elevated with an average volume of 563mn shares (up by 15% M/M), while the average traded value reached PKR 20.67bn (up by 1% M/M). Investor confidence received a notable boost from the following developments: 1) Government's continued engagement with IMF to negotiate terms and fulfil the prerequisites for an extended fund facility, 2) arrival of a 50 member Saudi trade delegation to explore investment opportunities in various sectors in Pakistan, 3) UAE's announcement to allocate USD 10bn for investment in multiple sectors in Pakistan, and 4) Market expectations of a sharp decline in the Y/Y CPI for the month of May backed by the declining trend in weekly SPI, supporting the market anticipation of a monetary easing cycle commencing soon.

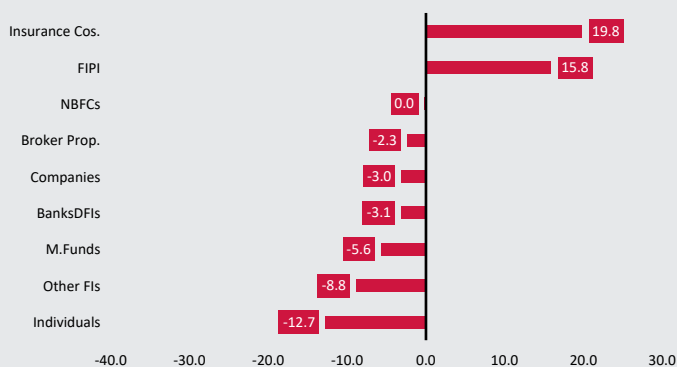
SECTOR WISE TOP CONTRIBUTORS



Source: PSX

The major sectors driving the robust performance of equity benchmark during the month were Commercial banks (+1,562 points), Power generation (+782 points), Cements (+437 points), Oil & Gas Exploration (+383 points), Technology & Communication (+370 points). On the other hand, sectors that contributed negatively to market performance are Fertilizer (-166 points), Oil & Gas Marketing Companies (-78 points), Refinery (-42.73 Points), Synthetic & Rayon (-12.28 points), Food & Personal Care Products (-8.89 points).

FIPI LIPI



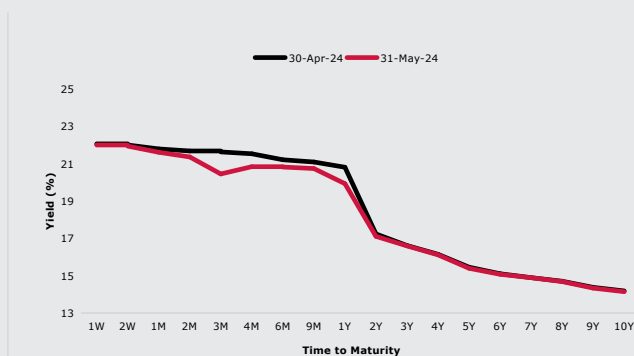
Foreigners were net buyers aggregating USD 15.8mn with major inflows recorded in Banks (USD 14.2mn), Fertilizer (USD 6.6mn), E&Ps (USD 4.4mn) and Cement (USD 3.5mn). On the other hand, outflow was recorded in Debt Market (USD 16.6mn), Food & Personal Care (USD 0.4mn), and Others (USD 0.03mn).

On the domestic front, Insurance Companies were the only net buyers of USD 19.8mn. While major net selling was noted by Individuals (USD 12.7mn), Others (USD 8.8mn), Mutual Funds (USD 5.6mn), and Banks/DFIs (USD 3.1mn).

CAPITAL MARKETS UPDATE

DEBT MARKET

YIELD CURVE



Source: MUFAP

Secondary market yields for 3, 6 and 12-months T-bills closed at 20.44% (-118 bps MoM), 20.81% (-39 bps MoM) and 19.92% (-88 bps MoM) respectively. Yields for longer term instruments including 3-year fixed rate PIBs closed at 16.59% (-2 bps MoM), 5-year closing at 15.39% (-6 bps MoM) and 10-year closing at 14.14% (-4 bps MoM) respectively.

KIBOR

INSTRUMENT	MAY-24	APRIL-24
Kibor-3 Month	21.04%	21.78%
Kibor-6 Month	21.02%	21.54%
Kibor-12 Month	20.40%	21.16%

Source: SBP

During the month, the Kibor rates for the 3-month, 6-month and 12-month periods wrapped up at 21.04% (-74bps MoM), 21.02% (-52bps MoM) and 20.40% (-76bps MoM).

AUCTION UPDATE

TENORS	CUT OFF	PREVIOUS CUT OFF	CHANGE
T-BILLS			
3-Month	21.0001%	21.6601%	-66 bps
6-Month	21.0000%	21.3849%	-38 bps
12-Month	20.1001%	20.8990%	-80 bps
FIXED RATE PIBS			
3 year	16.65%	16.65%	-
5 year	15.45%	15.48%	-3 bps
10 year	14.30%	14.35%	-5 bps
FLOATING RATE PIBS - QUARTERLY			
2 year	-	-	-
3 year	-	-	-
FLOATING RATE PIBS - SEMI ANNUAL			
5 year	115 bps	140 bps	-25 bps
10 year	140 bps	158 bps	-18 bps

Source: SBP

During the month, the State Bank of Pakistan received bids worth PKR 3,066 bn in Treasury bills auction, outweighing the overall target of PKR 810 bn. However, SBP accepted bids worth only PKR 932 bn where adherence to the target was mainly attributed to the issuance in 3 months T-Bill. The latest cut-off rates stand at 21.0001% (-66 bps MoM), 21.0000% (-38 bps MoM) and 20.1001% (-80 bps MoM) for 3-months, 6-months and 12-months respectively.

In addition, participation of PKR 2,464 bn was observed in auction of floating-rate PIBs at relatively higher rate against the target of PKR 560 billion. The Ministry of Finance (MoF) accepted bids worth PKR 837 bn only for semi-annual FRBs and rejected all bids in quarterly FRBs. Cut-off spread closed at 115bp and 140bps for 5- and 10-year FRBs. During the same period participation worth PKR 204 bn was observed in fixed rate PIBs auction against the target of PKR 190 bn. MoF only accepted a total of PKR 84.6 bn across the tenors as participation was at significantly higher rates than previous cut-offs. The Cut-offs for 3, 5 and 10-year PIBs closed at 16.6450% (No Change), 15.4500% (-3 bps MoM) and 14.2999% (-5 bps MoM).

STRATEGY & OUTLOOK



EQUITY MARKET:

Looking ahead, we expect the equity market to remain range-bound due to recent political uncertainties and the forthcoming federal budget. Historically, the market tends to be volatile before the budget and takes time to adjust to its impacts. However, changes in the regulatory framework, government policies, economic indicators, corporate earnings, and global events will be crucial in shaping the stock market's performance.

Key triggers which can have an impact on benchmark include:

- **Successfully securing a new, larger, and longer-term IMF program following the completion of SLA agreement.**
- **The possibility of a first-rate cut, which has been delayed but not ruled out until the 2HCY24, due to concerns over securing an IMF program.**
- **Upcoming federal budget with primary focus on fiscal reforms.**
- **The political landscape of the new government, ensuring the continuation of the economic reform process.**
- **Rising global conflicts pushing up oil prices, possibly triggering a fear-driven rally in crude and endangering Pakistan's external account recovery.**

We are closely monitoring the equity market's performance and will seize any opportunity that arises to maximize returns for our policyholders.

DEBT MARKET:

With significant drop in food prices coupled with persistent decline in the commodity prices (local & international) led to a 47-year record -3.2% MoM decline in inflation to 11.77%YoY for the month of May-24, further widening the positive real interest rates. Taking cue from inflation trend, there is a build-up consensus on the possibility of a rate cut in the upcoming MPC meeting scheduled on June 10, 2024. Moreover, a comfortable external account position and anticipated medium term IMF program is expected to ensure the funding gap is adequately met and will further ease pressure from the currency.

In this backdrop, we foresee reversal of monetary cycle in 2HCY24 leading to a downward shift in the yield curve. Thus, investors will prefer long term fixed instruments over short term duration. Nevertheless, adverse geopolitical events and their threatening impact on the commodity prices, along with any stringent fiscal measures in the upcoming budget FY25 will remain key risks to monitor.

Considering the existing macroeconomic conditions and projected interest rates, our portfolios are well calibrated in longer-tenor Treasury Bills, Floating rate bonds, and Fixed rate PIBs. Furthermore, we remain vigilant about any developments that could affect our investment strategy.

FUND WISE STRATEGY

- **Jubilee Life Balanced Fund:** Jubilee Life Balanced Fund is well poised to generate sustainable risk adjusted returns with sizable allocation (97%) in high yielding fixed income instruments and minimal allocation (3%) in equities.
- **Jubilee Life Aggressive Fund:** Equity allocation in JL Aggressive fund is reduced to 23% to minimize volatility in fund prices amid fragile macro-economic situation. Investment in government securities and bank placements is increased to 77% which is yielding higher risk adjusted returns.
- **Jubilee Life Government Securities Fund:** GSF's concentration in sovereign fixed income instruments positions it favourably for capturing attractive yields while also providing the fund with exposure to duration.
- **Meesaq Balanced Fund:** Our Meesaq Balanced fund offers its policyholders sustainable return through 66% allocation in government backed instruments, along with 34% exposure in high yielding corporate Sukuks, bank deposits and mutual funds, thereby maximizing the benefits derived from opportunities in the yield curve.

JUBILEE LIFE BALANCED FUND

Fund Manager's Report
May 2024

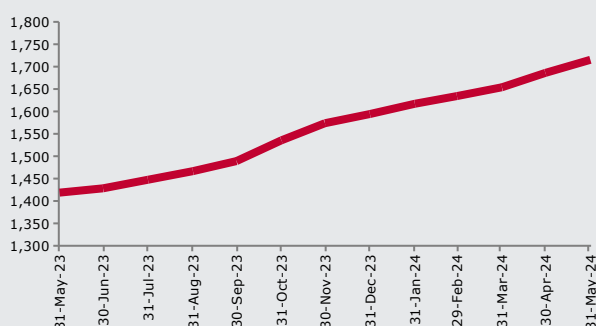
FUND OBJECTIVE

To maximize capital appreciation by investing in a balanced portfolio of wide range of shares, Government and other fixed income securities and bank deposits.

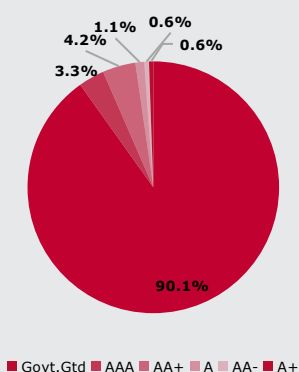
FUND MANAGER'S COMMENTS

During the month of May 2024 Balanced Fund's (BF) Unit Price increased by PKR 29.2 (1.73%). The fund's allocation to government securities stands at 7.28% at month end against 7.15% last month while allocation to equities is at 0.0% versus 2.8% last month. Within sectors, the fund is tilted towards Commercial Banks with a total allocation of 80.37% followed by Paper & Board, Miscellaneous and Oil & Gas (Exploration Companies) with a sector allocation of 11.95%, 3.19% and 3.03% respectively.

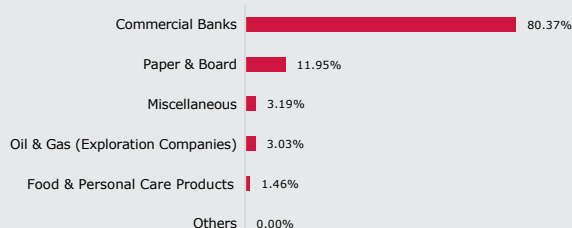
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Balanced Fund
Net Assets	PKR 71,831 Million
Launch Date	31.12.1996
NAV Per Unit At Launch Date (31.12.1996)	PKR 99.50
NAV Per Unit At month end (31.05.2024)	PKR 1,715.29
Category	Balanced Fund
Pricing Mechanism Risk	Forward on daily basis
Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.632%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.73%
3 months	4.96%
12 months (365 days)	20.91%
Calendar YTD	7.60%
Since Inception (annualized)	10.94%
5 Years (annualized)	9.36%
10 Years (annualized)	7.94%

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	87.129%	86.04%
Term Finance Securities	7.285%	7.15%
Cash and Short Term Deposits	2.254%	0.64%
Equities	3.328%	3.36%
Mutual Funds	0.000%	2.80%
Others Including Receivables	0.004%	0.01%

JUBILEE LIFE AGGRESSIVE FUND

Fund Manager's Report
May 2024

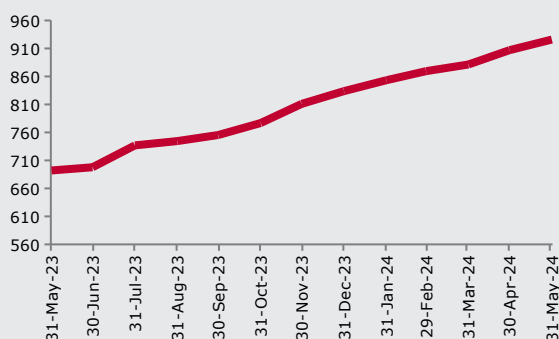
FUND OBJECTIVE

The objective of the fund is to maximize returns to policyholders by investing mainly in equity portfolio and partly in Government securities, Term Finance Certificates and bank deposits.

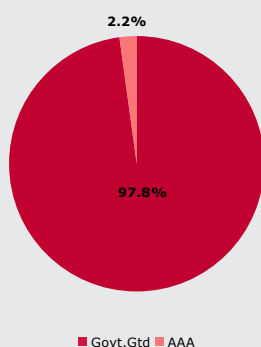
FUND MANAGER'S COMMENTS

During the month of May 2024 Aggressive Fund's (AF) Unit Price increased by PKR 18.96 (2.09%). The fund's allocation to government securities stands at 75.34% at month end against 76.39% last month while allocation to equities is at 23% versus 22.96% last month. Within sectors, the fund is tilted towards Oil & Gas (Exploration Companies) with a total allocation of 57.64% followed by Commercial Banks, Textile Composite and 0 with a sector allocation of 31.13%, 5.41% and 2.8% respectively.

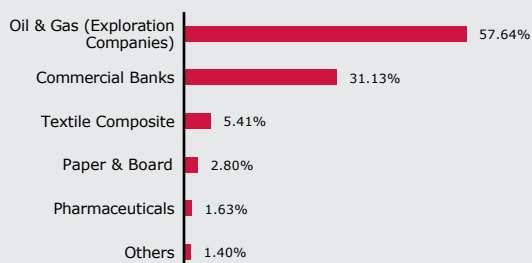
12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



SECTOR ALLOCATION (Equities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Aggressive Fund
Net Assets	PKR 27,402 Million
Launch Date	28.07.2004
NAV Per Unit At Launch Date (28.07.2004)	PKR 100.00
NAV Per Unit At Month end (31.05.2024)	PKR 925.88
Category	Aggressive Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	High
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.633%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	2.09%
3 months	6.49%
12 months (365 days)	33.79%
Calendar YTD	11.04%
Since Inception (annualized)	11.86%
5 Years (annualized)	2.72%
10 Years (annualized)	5.42%

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	75.34%	76.39%
Cash and Short Term Deposits	1.64%	0.63%
Equities	23.00%	22.96%
Others Including Receivables	0.02%	0.02%

MEESAQ BALANCED FUND

Fund Manager's Report
May 2024

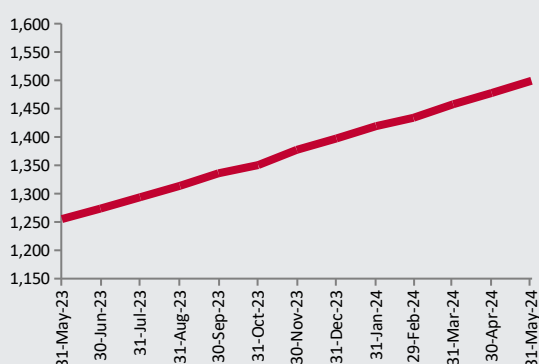
FUND OBJECTIVE

The objective of the Meesaq fund is to provide an opportunity to investors who want interest free returns. The instruments in which the Meesaq fund invests are selective stocks, sukuk, short term deposits in Islamic banks / Islamic bank branches, Islamic mutual funds and other valid interest-free investments.

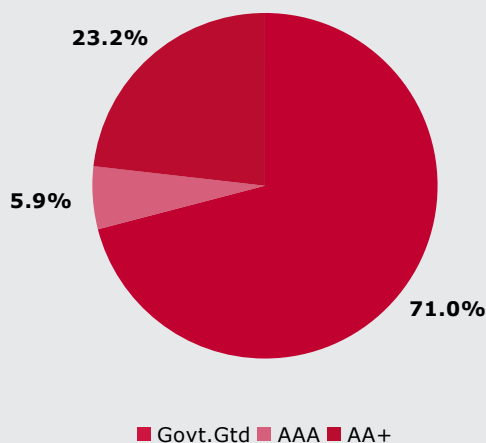
FUND MANAGER'S COMMENTS

During the month of May 2024 Meesaq Balanced Fund's Unit Price increased by PKR 21.57 (1.46%). The fund's allocation to sukus stands at 66.34% at month end against 87.01% last month while allocation to equities is at 23.19% versus 0.% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Meesaq Balanced Fund
Net Assets	PKR 4,711 Million
Launch Date	27.03.2008
NAV Per Unit At Launch Date (27.03.2008)	PKR 475.00
NAV Per Unit At Month end (31.05.2024)	PKR 1,499.22
Category	Balanced Fund (Non-interest Bearing)
Pricing Mechanism	Forward on daily basis
Risk Profile	Medium
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.630%
Pricing Days	Monday to Friday

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.46%
3 months	4.56%
12 months (365 days)	19.44%
Calendar YTD	7.29%
Since Inception (annualized)	7.36%
5 Years (annualized)	8.45%
10 Years (annualized)	7.47%

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	66.34%	87.01%
Sukuks	6.25%	6.04%
Cash and Short Term Deposits	4.09%	6.91%
Mutual Funds	23.19%	0.00%
Others Including Receivables	0.14%	0.04%

JUBILEE LIFE GOVERNMENT SECURITIES FUND

Fund Manager's Report
May 2024

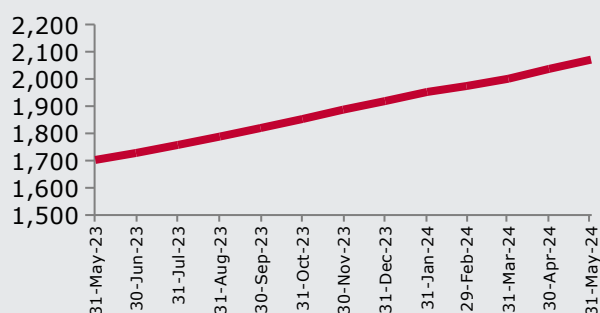
FUND OBJECTIVE

This fund has been formed to enable Jubilee Life's policyholders to participate in a diversified portfolio of Fixed Income Securities with minimal exposure to equity. Yaqeen Growth fund is suitable for those who wish to earn steady returns on investments through full exposure to debt securities and minimum risk of capital erosion..

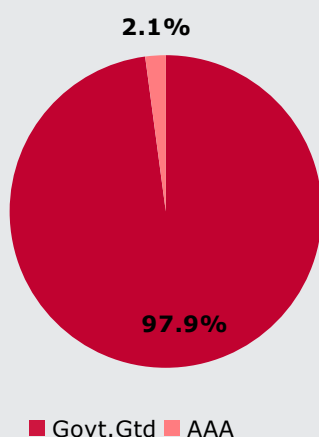
FUND MANAGER'S COMMENTS

During the month of May 2024 Government Securities Fund's (GSF) Unit Price increased by PKR 33.99 (1.67%). The fund's allocation to government securities stands at 97.89% at month end against 98.89% last month while allocation to cash and short term deposit is at 2.09% versus 1.1% last month.

12-M ROLLING FUND PRICE



ASSET QUALITY (Debt Securities)



FUND INFORMATION

DESCRIPTION	INFORMATION
Fund Name	Jubilee Life Government Securities Fund
Net Assets	PKR 23,719 Million
Launch Date	01.06.2009
NAV Per Unit At Launch Date (01.06.2009)	PKR 475.00
NAV Per Unit At Month end (31.05.2024)	PKR 2,070.88
Category	Government Securities Fund
Pricing Mechanism	Forward on daily basis
Risk Profile	Low
Management Fee	1.50% p.a.
Expense Ratio CYTD	0.636%
Pricing Days	Monday to Friday
Weighted Average Maturity	726 Days

FUND RETURNS

PERIOD	RATE OF RETURN
1 month	1.67%
3 months	4.91%
12 months (365 days)	21.64%
Calendar YTD (annualized)	20.11%
Since Inception (annualized)	10.31%
5 Years (annualized)	13.88%
10 Years (annualized)	10.59%

ASSET ALLOCATION

ASSETS	MAY-24	APRIL-24
Government Securities	97.89%	98.89%
Cash and Short Term Deposits	2.09%	1.10%
Others Including Receivables	0.02%	0.01%

JUBILEELIFE.COM

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