

FUND August - 24 MANAGERS REPORT



PAK-QATAR
FAMILY TAKAFUL

Pakistan's first **Takaful Company**
to offer Voluntary Pension Scheme (VPS)



PAK-QATAR
GROUP

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A Pak-Qatar Group Company: Pakistan's Premier and Pioneer Islamic Financial Services Group

Voluntary Pension Scheme (VPS)



PAK-QATAR
FAMILY TAKAFUL

Pakistan's first **Takaful Company** to offer VPS



LIFE BEGINS AT 60

Plan your retirement **Today, For A Better Tomorrow.**
Invest today & get a regular income when you retire

Save **TAX** on your
current **INCOME** upto

20%*

Tax Credit
Can be Availed by
VPS Participants

Unique Features:-*

- **Natural Death Coverage:** Up to **10 Million** or two-times of the investment balance, whichever is lower.
- **Accidental Death Coverage:** Up to **20 Million** or four-times of the investment balance, whichever is lower
- Special discounted rates on **Individual Health** and **Motor Takaful**.

* Terms & Conditions Apply

Additional Features:-

- Personalized Investment
- Tax-Free early disability retirement
- Post Retirement Income Option
- Pension Fund Portability
- It's Flexible, It's Convenient
- Tax-Free Growth in Investment

Disclaimer: As per section 63 of the income tax ordinance 2001, an eligible person joining Pak-Qatar Family Takaful - Voluntary Pension Scheme can avail tax credit up to 20% of the (eligible) person's taxable income for the relevant tax year. In view of Individual nature of tax consequences each participant is advised to consult with his/her tax advisor with respect to specific tax consequences of contribution in the Scheme.



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FAMILY TAKAFUL

Pak-Qatar Family Takaful Limited

A Pak-Qatar Group Company

Market Summary

	30-Aug-24	MTD	30days	90days	FYTD	CYTD
KSE100	78,488	0.77%	0.8%	3.4%	0.1%	25.7%
KMI30	124,792	1.52%	1.5%	-0.8%	-1.3%	19.2%
KMIAII	35,343	2.73%	2.7%	1.5%	1.4%	15.3%

Global Markets

	30-Aug-24	MTD	30days	90days	FYTD	CYTD
UK	8,377	-1.1%	-1.1%	-1.2%	-2.5%	-7.7%
USA	17,714	-2.9%	-3.2%	-5.5%	0.9%	-15.3%
China	2,842	3.1%	3.1%	8.6%	4.4%	4.7%
Japan	38,648	1.2%	1.2%	-0.4%	-9.8%	-13.4%
India	82,366	-0.9%	-0.9%	-10.2%	-4.0%	-12.3%

Portfolio Investments (USD mn)

	7 days	30 days	90 days	365days	FYTD	CYTD
FIPI (net)	4	9	35	143	174	176
LIPI (net)	(4)	(9)	(35)	(143)	(174)	(176)
Ind.	6	20	8	(26)	(35)	1
Banks/DFIs	(4)	(7)	(13)	(116)	(143)	(120)
Companies	2	(3)	2	3	24	101
M.Funds	(3)	(8)	(18)	(33)	(70)	(151)
Brokers	1	3	2	(16)	(23)	(30)
Others	(3)	(7)	(14)	(33)	(44)	(35)
Ins.	(2)	(7)	(3)	79	118	57
NBFC	(1)	(0)	(0)	(1)	(1)	1

Key Economic Figures

		FY21	FY22	FY23	FY24	30-Aug
Policy Rate	30-Aug-24	7.0%	13.8%	22.0%	20.5%	19.5%
1yr KIBOR	30-Aug-24	8.1%	15.7%	23.3%	19.2%	17.3%
Inflation	Oct End	9.8%	21.3%	29.4%	12.6%	9.6%
PKR USD*	30-Aug-24	157.3	204.8	286.0	279.0	278.6%

Key Economic Figures

		FY21	FY22	FY23	FY24	FY25-TD
Imports	USD/mn	56,380	72,048	51,979	48,402	4,819
Exports	USD/mn	25,304	32,450	27,903	28,678	2,391
Trade Deficit	USD/mn	(31,076)	(39,598)	(24,076)	(19,724)	(2,428)
Remittances	USD/mn	29,370	31,238	27,028	27,093	2,995
FX Reserves	USD/mn	24,398	15,742	9,181	14,207	14,776

PKRV Rates (change in bps)

	Rate %	15day Δ	1m Δ	3m Δ	6m Δ	12m Δ
PKRV 1Y	16.95	(111)	(111)	(297)	(380)	(633)
PKRV 3Y	15.34	(91)	(91)	(125)	(156)	(523)
PKRV 5Y	14.79	(46)	(46)	(60)	(80)	(243)
PKRV 10Y	13.44	(63)	(63)	(70)	(89)	(287)
PKRV 20Y	13.28	(67)	(67)	(72)	(80)	(209)

*Inter Bank Rate

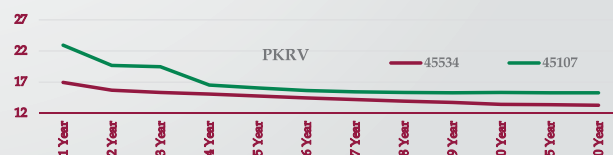
KSE100 Index Top Ten Sector Details (on Free Float Market Capitalization)

	Index Weight (%)	Current Market Cap (PKR'Bn)	Previous Market Cap (PKR'Bn)	Change (%) in Market Cap.
SECTORS				
COMMERCIAL BANKS	20	631	657	(4.06)
FERTILIZER	8	351	352	(0.46)
OIL & GAS EXPLORATION COMPANIES	14	328	302	8.76
CEMENT	5	180	186	(3.52)
CHEMICAL	4	48	47	1.66
OIL & GAS MARKETING COMPANIES	2	82	82	0.44
PHARMACEUTICALS	2	66	63	3.57

Commentary

Economic Review: The government managed to reduce the fiscal deficit to 6.8% of GDP from July to May of FY2024, compared to 7.8% during the same period last year. The primary balance also showed a surplus of 0.9% of GDP during this period, compared to a 1.0% GDP deficit in FY2023. The fiscal performance remained robust due to the prudent measures. Total revenues grew by 38.0 percent due to a notable increase in both tax and non-tax collection~ Notably CPI is kept hovering at 9.6% in August 2024, down from 11.1% in July 2024. The MoM increase is largely due to a 0.63% rise in food prices, particularly driven by higher prices for chicken, onions, and eggs. However, a reduction in petroleum product prices is expected to help ease overall inflation during the month. The projected average inflation rate for the upcoming FY25 is 10.04%, indicating a potential decline. This could lead to a more lenient monetary policy as announced in the forthcoming Monetary Policy Statement. While the real interest rate is showing a positive trajectory. In a positive trend, PKR USD has stabilized indicating a favorable trend. The external account position improved due to a significant rise in exports and remittances. Remittances experienced a notable YoY growth of 44.4% in June 2024. By Aug 23, 2024, Pakistan's total liquid foreign exchange reserves had reached \$14.8 billion, with the State Bank of Pakistan holding \$9.4 billion of these reserves. In July FY2025, the current account deficit narrowed to \$0.2 billion, down from \$0.7 billion in the previous year. Goods exports grew by 12.9%, reaching \$2.4 billion, while imports rose to \$4.8 billion, a 16.3% increase from last year's \$4.1 billion. As a result, the goods trade deficit widened to \$2.4 billion, compared to \$2.0 billion last year. The Pakistani government and the IMF have reached a staff-level agreement on a comprehensive program, with support from both federal and provincial authorities. This agreement could lead to a 37-month Extended Fund Facility (EFF) worth approximately SDR 5,320 million (around US\$7 billion at current exchange rates). The program's goal is to build on the macroeconomic stability gained over the past year by continuing efforts to improve public finances, reduce inflation, strengthen external reserves, and eliminate economic distortions to promote private sector-led growth.

Stock Market Review During the monthly basis the KSE 100 recorded a positive return of 0.77 % and the KMI 30 also showed positive returns, marking a 1.52% increase. Notably, the Oil & Gas Exploration Companies, Pharmaceuticals and Chemical have experienced positive sentiments. The Central Bank maintained a stable policy rate, leading market participants to adopt a stable approach, anticipating the peak of the interest rate cycle. Notable performers in the KMI 30 index for the month included AIRLINK, MARI, PRL, FCCL and TPLP witnessing increased trading prices. Conversely, EFERT, DGKC, MLCF, MTL and EPCL experienced noticeable decreases in their trading prices



30-Aug-24

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Fund Review

As at July 31, 2024, total size of net assets of Pak Qatar Islamic Pension Fund (PQIPF) stood at Rs. 107.5 million. For the month of June, NAV of equity sub fund decreased by 2.92%, while the NAVs of debt and money market sub funds provided annualized returns of 18.20% and 17.92% respectively.

Investment Objective

To give participants a steady source of halal income after retirement or incapacity, when they are no longer able to work for a living, in order to prevent them from being dependent on other people in society.

Fund Details

Fund Type	Open End
Fund Category	VPS - Shariah Compliant Pension Fund
Risk Profile/Risk of Principal Erosion	Investor Dependent
Launch Date	01-Dec-22
Trustee	Central Depository Company Pakistan Limited (CDC).
Service Provider	ITMinds
Auditor	Yousuf Adil, Chartered Accountants
Front End Load	3%
Back End Load	Nil
Leverage	Nil
Valuation Days	Monday to Friday
Subscription Redemption Days	9:00 AM 3:00 PM (Mon to Thr), 9:00 AM 4:00 PM (Fri)
Pricing Mechanism	Forward
Management Fee	Upto (1.50% Equity, 1.50% Debt, 1.50% MMKT)
Actual Rate of Management Fee	1.50% Equity, Debt & MMKT
Fund Manager	Nasir Ali Soomro, FCA
Appointed Actuary	Abdul Wahab
Investment Committee	Waqas Ahmad, Muhammad Ahsan Qureshi, Tahir Latif

Top Holdings (PQIPF-Equity)

MARI PETROLEUM COMPANY LIMITED'	11.10%
THE HUB POWER COMPANY LIMITED	10.11%
PAKISTAN PETROLEUM LIMITED	8.62%
ENGRO FERTILIZERS LIMITED	8.39%
ENGRO CORPORATION LIMITED	8.06%
OIL & GAS DEVELOPMENT COMPANY LIMITED	7.91%
LUCKY CEMENT LIMITED	7.58%
MEEZAN BANK LIMITED	7.39%
MILLAT TRACTORS LIMITED	7.04%
CHERAT CEMENT COMPANY LIMITED	4.92%

Sector Allocation (PQIPF-Equity)

Oil & Gas Exploration Companies	27.63%
Fertilizer	16.45%
Cement	15.26%
Banks	11.62%
Power Generation & Distribution	10.11%
Automobile Assembler	7.04%
Textile Composite	5.04%
Industrial Engineering	2.86%
Oil & Gas Marketing Companies	1.98%
Technology & Communications	1.07%

Debt Rating Exposure

A	0.00%	A	0.00%
A+	10.47%	A+	0.00%
AA	8.68%	AA	10.55%
AA+	13.29%	AA+	0.00%
AAA	62.47%	AAA	82.59%

Money Market Rating Exposure

Asset Allocation - PQIPF Debt Sub Fund

Cash/Bank Deposits	34.17%
Government Sukuks	15.54%
Corporate Sukuk	45.47%
Others including Receivable	4.82%

Asset Allocation - PQIPF Money Market Sub Fund

Cash/Bank Deposits	26.08%
Government Sukuks	42.95%
Corporate Sukuks	24.11%
Others including Receivable	6.87%

Expense Ratio - YTD

	PQIPF-Equity	PQIPF-Debt	PQIPF-MMkt
August'24	0.39%	0.51%	0.45%
July'24	0.26%	0.31%	0.24%

Fund Net Assets

	August'24	July'24
PQIPF-Equity (PKR Mn)	20.79	19.57
PQIPF-Debt (PKR Mn)	23.03	22.57
PQIPF-MMkt (PKR Mn)	66.37	65.37
Total Fund (PKR Mn)	110.19	107.51

NAV Per Unit

	August'24	July'24
PQIPF-Equity	163.2021	166.3506
PQIPF-Debt	136.4295	131.7057
PQIPF-MMkt	135.8586	131.0747

Allocation Scheme

	Equity	Debt	Money Market
High Volatility	65%	20%	0%
Medium Volatility	35%	40%	10%
Low Volatility	10%	60%	15%
Lower Volatility	0%	40%	40%

PQIPF - Allocation Performance

	1M	3M	6M	FYTD	CAGR
High Volatility	1.24%	-0.27%	12.39%	-0.81%	29.71%
Medium Volatility	1.53%	1.80%	11.54%	0.82%	25.82%
Low Volatility	1.89%	4.54%	10.39%	2.99%	20.66%
Lower Volatility	24.28%	21.06%	20.38%	21.34%	19.24%

PQIPF - Performance

	1M	3M	6M	FYTD	CAGR
PQIPF-Equity (Absolute)	1.06%	-1.63%	12.97%	-1.89%	32.28%
PQIPF-Debt (Annualized)	23.67%	20.82%	20.15%	21.11%	19.42%
PQIPF-MMkt (Annualized)	24.68%	21.22%	20.54%	21.49%	19.13%

Annual Returns

	CYTD	CY23	CY22
PQIPF-Equity (Absolute)	19.05%	35.62%	1.08%
PQIPF-Debt (Annualized)	19.49%	19.41%	13.15%
PQIPF-MMkt (Annualized)	19.09%	19.19%	13.15%

Disclaimer : This publication is for informational purpose only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds and pension fund are subject to market risk. The NAV based prices of units and any dividends/returns thereon are dependent on force and factors affecting the capital 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 cost incurred by investor in the form of sales-load etc. Please read the offering document to understand the investment policies and risks involved.



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