



Investment Objective of Punjab Pension Fund (PPF) is to generate revenue for the discharge of pension liabilities of the Government of Punjab.

Performance Review

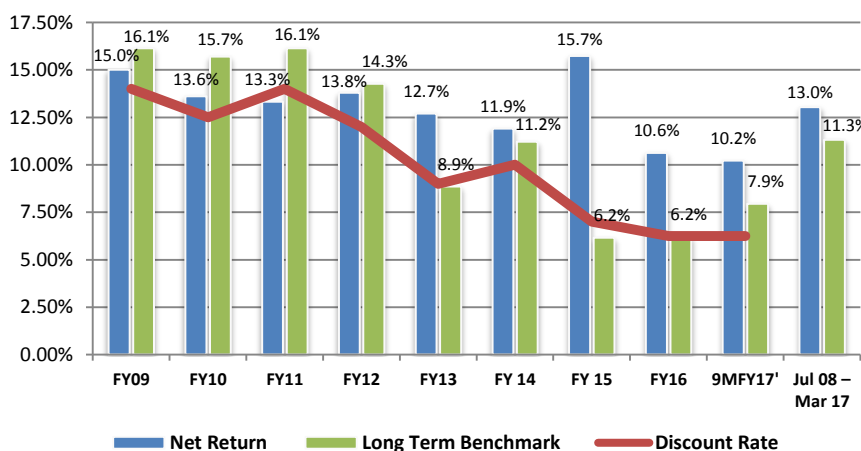
PPF posted a net return of 10.2% during the 9MFY17 vs. 10.7% during the same period of FY16. The performance of the Fund remains significantly higher than its benchmark of 7.9%; despite a sharp decline in market yields.

The Fund's portfolio allocation remained almost unchanged. The OIC of the Fund is currently following a strategy of investing in short duration instruments and not taking exposure in long term instruments at currently prevailing lower yields. At the end of March 2017, the Fund has around 65% of its exposure in fixed rate PIBs, Long term Bank TDRs and products of National Saving Schemes. This high yielding portion of the portfolio will support the Fund in outperforming its benchmark in the year FY17.

CPI Inflation for the month of March-17 was recorded at 4.94 percent on YoY and 0.84 percent on MoM basis. The CPI reading of March-17 was the highest in last 2.5 years. The MoM CPI number was mainly driven by Perishable Food Items Index which rose by 12.5% on MoM basis. The SBP announced its latest Monetary Policy Statement on 25th March 2017 and decided to keep the Discount Rate unchanged at 6.25% (Policy Rate 5.75%) for the next two months.

Period	Growth		Market Value (Rs. billion)		Funding Ratio
	Fund Assets	Liability Index	Fund Assets (a)	30-yr Pension Liabilities (b)	(a)/(b)
FY09	15.00%	28.01%	3.5	575.9	0.61%
FY10	13.21%	9.41%	12.1	637.6	1.90%
FY11	10.81%	-4.50%	13.4	608.9	2.20%
FY12	16.86%	21.93%	15.6	742.5	2.10%
FY13	20.46%	39.51%	18.8	1035.8	1.82%
FY14	5.65%	-9.20%	24.8	940.5	2.64%
FY15	21.57%	45.22%	35.3	3866.4	0.91%
FY16	11.14%	18.65%	40.2	4280.7	0.94%
9M FY17	7.31%	5.11%	43.7	4495.7	0.97%
Jul '08 to Mar '16	13.84%	16.26%			

Performance History



Fund Facts

Fund Type	Pension Fund
Inception Date	16-Jun-08
Net Assets (Rs. million)	43,711
Long Term Benchmark	YoY CPI + 3%
Management Expenses (annualized)	0.13% p.a. of Net Assets
Trustee	CDC Pakistan Limited
Auditors	KPMG Taseer Hadi & Co.
Risk Profile of the Fund	Low to Moderate

Fund Size FY17

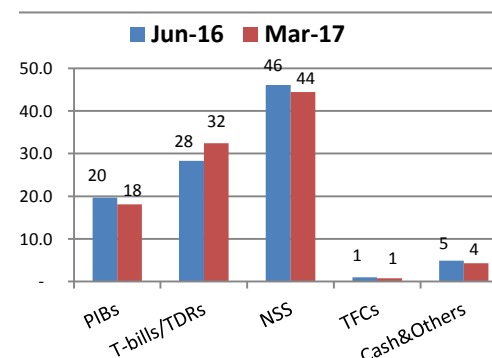
Rs. million

*Beginning Fund Size (01 Jul 2016)	38,204
Add: Contribution during the year	500
Add: Gains during the year	2,956
Less: Expenses during the year	(39)

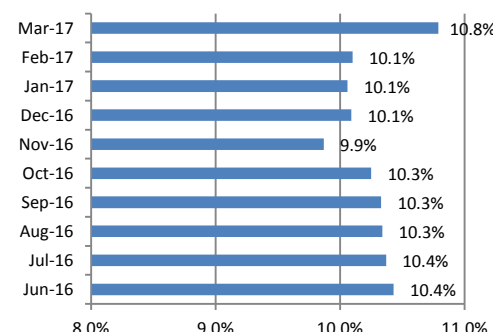
***Ending Fund Size (31 Mar 2017) 41,621**

* Excluding Unrealized Gain of Rs. 2,073 million

Asset Allocation (% of Fund Size)



YTD Monthly Returns (Net)



Operational Investment Committee

Aquil Raza Khoja, FCA	General Manager
Muhammad Sajid, CFA	Portfolio Manager

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