



PQFT Banca Performance Report

Nov'20

PAK-QATAR
FAMILY TAKAFUL
Together for the Future

Economic Review

Policy measures, taken by the government, have so far proved better for the macroeconomic landscape of the country as Current Account recorded consecutive fourth surplus of USD 382mn in October 2020 which took cumulative 4MFY21 surplus to USD 1.2bn (1.3% of GDP) as compared to Current Account Deficit of USD 1.4bn (1.6% of GDP) during the same period last year. The improvement in current account is mainly on the back of record remittance growth (up 26.5% YoY) and decline in trade and services deficit (down 2.9% YoY). For the full fiscal year, we expect that deterioration in current account position during 2HFY21 on rising imports due to improving domestic economic activity and slowdown in remittances trend.

The headline inflation recorded at 8.35% YoY (0.82% MoM) as compared to 8.91% YoY in the preceding month. Inflation eased off, apart from the base effect, due to controlled food prices amid seasonality and less room for further hike over abnormally soared food prices. Cumulatively, inflation has reached 8.76% YoY in 5MFY21 and we expect that it could remain in the range of State Bank of Pakistan (SBP) target of 7-9% for FY21. SBP, in its latest monetary policy meeting, maintained the discount rate at 7% and took the stance that this level is needed to support country's economic growth and showed lesser concern towards cost push inflation. We expect that SBP will maintain this level of 7% in next 3-4 months to support economic growth during the second wave of pandemic.

On the money market front, auction of Ijara was postponed till December 2020. During the month, secondary market yields of shorter duration remained flattish while longer duration bonds saw some rise as market is now expecting that monetary easing cycle is over and we may see some hike in the last quarter of this fiscal year.

Equity Market Review

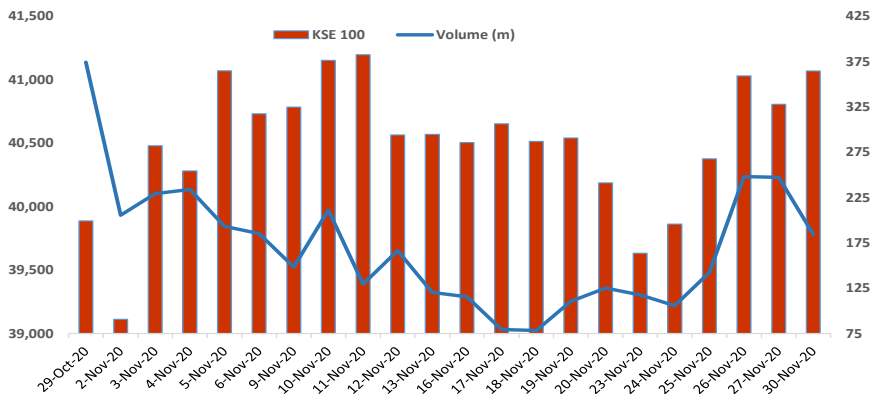
After lackluster performance during the preceding two months, KSE-100 roared back with a decent return of 2.96% MoM (Or 1,181 points) to close at 41,069 points. The index remained volatile during the first part of the month, but in the latter part, KSE-100 performed better due to substantial 27% rise in international oil prices during the month on the back of vaccine breakthrough news.

Volumes remained subdued during the month due to rising political temperature. Average daily trading volume declined by 39.1% to 161.0mn shares while average traded value declined by 25.6% to USD 48.27mn. Foreigners kept its two years of selling track during the month and sold shares worth of USD 48.47mn during the month. On the domestic front, individuals remained the biggest buyers with USD 33.75mn followed by Insurance companies with USD 12.65mn while mutual funds remained net seller of USD 10.89mn.

The increase in index was mainly led by the E&P sector on the back of jump in international oil prices coupled with banking sector which also contributed positively amid attractive valuations. Technology sector also delivered outstanding returns due to potential re-rating of the sector on the back of improved earnings prospective. On the contrary, cement sector contributed negatively due to expectation of decline in dispatches in the winter season.

The market has shown a decent recovery, after pandemic shock, and generated a return of 19.3% during 5MFY21 but still many companies valuations are at attractive levels. We recommend our participants to take exposure in our aggressive fund with caution, keeping in mind their future monetary needs and risk appetites.

Country	Index	Nov-20	Oct-20
UK	FTSE-100	12.35%	-4.92%
USA	Nasdaq	11.80%	-2.29%
USA	Dow 30	11.84%	-4.61%
China	Shanghai	5.19%	0.20%
Hong Kong	Hang Seng	9.27%	2.76%
Japan	Nikkei-225	15.04%	-0.90%
India	BSE-30	11.45%	4.06%
Pakistan	KMI All	3.61%	-3.21%
Pakistan	KMI 30	4.44%	-1.92%
Pakistan	KSE 100	2.96%	-1.68%





PQFT Banca-BT Growth

Nov'20

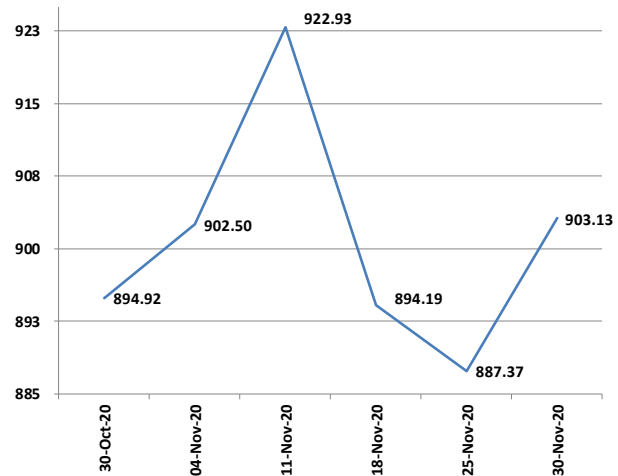
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Fund Objective

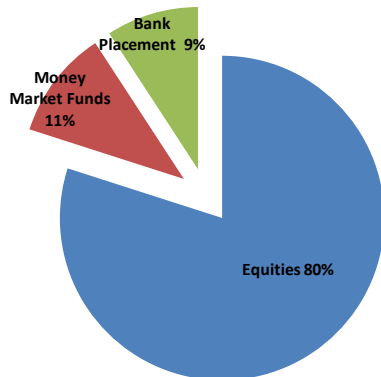
The objective of investments is to enhance returns through a well-diversified, prudently invested portfolio while considering Customer needs, regulatory restrictions and overall corporate strategy of PQFTL. The Fund intends to achieve capital appreciation with medium to long term investment horizon by taking enhanced exposure to equities and fixed income investments.

Fund Information

Fund Name	PQFT-Banca Growth	
Fund Size	PKR 6,123,673,780	
Unit Price	PKR 903.1325	
Category	Capital Growth	
Pricing Mechanism	Forward	
Pricing Days	Official Working Days	
Auditors	EY Ford Rhodes , Chartered Accountants	
Benchmark	Composite of (Average of (KMIAII & KMI-30) & Average Return on Islamic Bank) based on actual allocation	
Appointed Actuary	Abdul Rahim Abdul Wahab	
Investment Committee		
Zahid Hussain Awan	Chairman	
Said Gul	Member	
Azeem Iqbal Pirani	Member	
Muhammad Kamran Saleem	Member	
Muhammad Ahsan Qureshi	Member	
Abdul Rahim Abdul Wahab	Member	
Farhan Shaukat	Secretary	



	Nov'20	Oct'20
Equities	80%	79%
Money Market Funds	11%	9%
Bank Placement	9%	9%
Sukuk	0%	0%
Miscellaneous	0%	3%



Fund Returns	Return
1-month (absolute net of IMC)	0.92%
Benchmark - (1-month absolute net of IMC)	3.25%
Calendar YTD (absolute net of IMC)	7.44%
Benchmark CYTD (absolute net of IMC)	2.01%
365 Days (absolute net of IMC)	9.10%
Since Inception* (annualized net of IMC)	8.7%
3-Years (absolute net of IMC)	14.33%
Since Inception (absolute net of IMC)*	80.63%

*Since Aug'11

Past performance is not indicative of future performance. Market volatility can significantly affect short-term performance. The value of investment can fall as well as rise.



PQFT Banca-BT Conservative

Nov'20

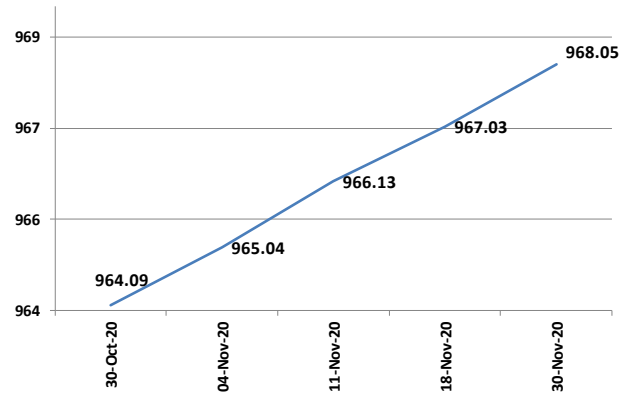
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Fund Objective

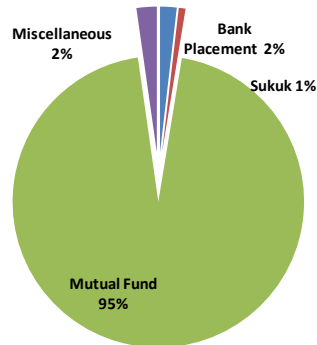
The objective of investments is to enhance returns through a well-diversified, prudently invested portfolio while considering Customer needs, regulatory restrictions and overall corporate strategy of PQFTL. The Fund aims to provide stable return exhibiting low volatility with capital preservation by constructing a portfolio composed of fixed income and mutual funds investments.

Fund Information

Fund Name	PQFT-Banca Conservative
Fund Size	PKR 5,921,816,753
Unit Price	PKR 968.0496
Category	Capital Preservation
Pricing Mechanism	Forward
Pricing Days	Official Working Days
Benchmark	Average Return on three Islamic Bank as stated on MUFAP
Auditors	EY Ford Rhodes , Chartered Accountants
Appointed Actuary	Abdul Rahim Abdul Wahab
Investment Committee	
Zahid Hussain Awan	Chairman
Said Gul	Member
Azeem Iqbal Pirani	Member
Muhammad Kamran Saleem	Member
Muhammad Ahsan Qureshi	Member
Abdul Rahim Abdul Wahab	Member
Farhan Shaukat	Secretary



	Nov'20	Oct'20
Bank Placement	2%	2%
Sukuk	1%	1%
Mutual Fund	95%	95%
Miscellaneous	2%	2%



Fund Returns	Annualized Return
1-month	4.83%
Benchmark (1-month)	3.4%
3-months	5.34%
Calendar YTD	9.03%
Benchmark (CYTD)	5.40%
365 Days	9.47%
Since Inception*	10.05%
3-Years (absolute net of IMC)	22.54%
Since Inception (absolute net of IMC)*	93.61%

*Since Aug'11

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