

# IGI | Life

## Funds Performance Report AUGUST 2015



IGI Life Insurance Limited

# FUND MANAGER REPORT

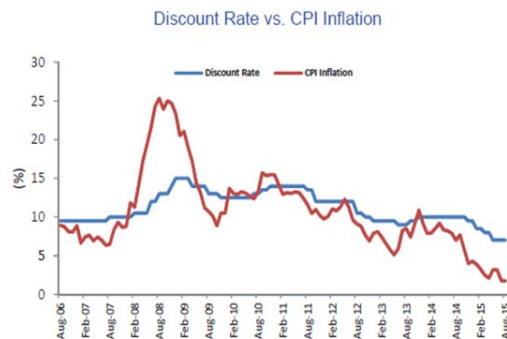
For the month of August 2015



## Macro Review and Outlook:

CPI inflation in Aug 2015 clocked in at 1.72% as against 1.8% in Jul 2015 and 7% in Aug 2014, on the back of lower oil prices, decline in food inflation and lower demand side pressures. On MoM basis, headline inflation increased by 0.2% in Aug 2015 as against an increase of 0.4% in Jul 2015 and 0.3% in Aug 2014. The heaviest category in the CPI basket, Food inflation, witnessed decline by 0.5% YoY in Aug 2015 as compared to the decline of 0.3% in Jul 2015 and an increase of 4.7% in Aug 2014. Decline in food prices is mainly attributable to improved food supply and trickle down impact of lower oil prices.

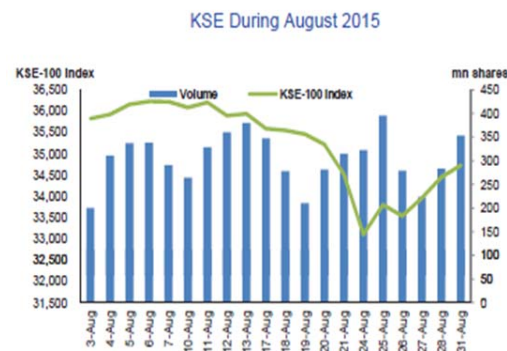
As per latest available data, the country's current account deficit stood at \$159 million in July, 2015 as opposed to deficit of \$820 million during the corresponding month in the previous year. Improvement came on the back of lower import bill and CSF inflows, despite slowdown in exports and remittances remained close to the last year's level of around \$1664 million. Lower oil bill has eased down pressure on the import bill, while exports remained weak likely due to lower commodity prices, disruptive power supplies, weak competitiveness and a weak demand outlook in export destinations particularly Europe.



## Equity Market Review and Outlook:

The smooth sailing of the KSE – 100 index was disrupted in August 2015 resulting in bearish sentiments as the Bourse posted a negative return of 2.84% taking the KSE – 100 index down to 34,726.51 points which opened at 35,741.52 in the month under review losing 1,015.01 points, almost wiping out gains posted in FY16TD. The Average Daily Trade Value (ADTV) declined by 31% to 305mn shares. The decline is attributed to the devaluation of the Chinese currency resulted due to slow growth rate of the Chinese Economy which tempted heavy foreign selling in the regional market which didn't spare the Karachi Stock Exchange.

The average turnover remained tepid at around 305 million shares, as opposed to the average volume of around 443.4 million shares during the previous month. Local investors stayed active in the market, while foreigners erred on the side of caution with total net outflow of around \$60 million. Amid high volatility in the oil prices, Oil gas sector remained on the sidelines. While a combination of lower interest rates and foreign selling capped the performance of the banking sector. And growing apprehensions regarding further depreciation in the local currency kept investors away from the sectors which are dependent on imported inputs.

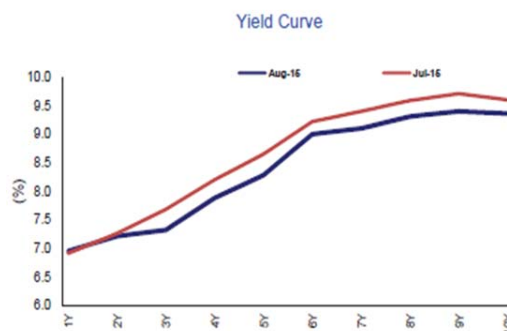


## Money Market Review and Outlook:

During the month under discussion money market remained much short of liquidity and to overcome the liquidity crisis SBP conducted 06 OMO – Injections where the total participation stood at PKR 4.64trn and total accepted amount was PKR 4.55trn at weighted average rate of 6.51%.

In the PIB auction held in August 2015, SBP accepted bids worth Rs 63.12 billion (face value) against participation of Rs 364.4 billion (face value). The auction target was Rs 50 billion where participation was majorly skewed towards the 3-Year and 5-Year tenure, attracting 60 percent and 33 percent, respectively, of the total participation, while 10-Year tenure managed to attract only 8 percent of total bids. SBP rejected all bids placed for 10-Year bond. The yields for 3-Year and 5-Year tenure came as 7.6004 percent and 8.5181 percent respectively, while for 10Y tenure yield stood at 9.4007 percent.

On the forex front, the rupee lost its value; in interbank market closed Rs. 2.43 weaker at Rs. 104.22/\$ while in the open market, it closed Rs. 1.75 weaker at Rs. 104.75/\$



# IGI Aggressive Fund - IAF

For the month of August 2015



## INVESTMENT OBJECTIVE:

To provide investors with an opportunity to earn long-term capital appreciation optimizing through broad mix of asset classes encompassing equity, fixed income & money market instruments.

## FUND INFORMATION:

<b>Strategy</b>	Fixed Income / Equity
<b>Risk Profile</b>	High
<b>Pricing Mechanism</b>	Daily Forward Pricing
<b>Pricing Days</b>	Monday to Friday
<b>Management Fee</b>	1.5%
<b>Launch Date</b>	25-Apr-08

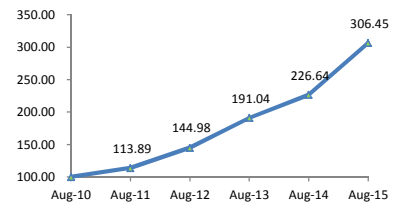
## RETURNS:

During the month the fund generated an absolute return of -1.96% against its last month absolute return of 2.24%.

## ASSETS UNDER MANAGEMENT:

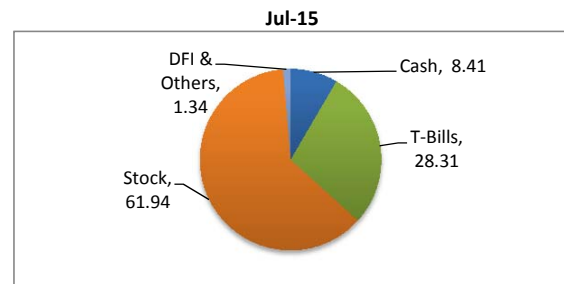
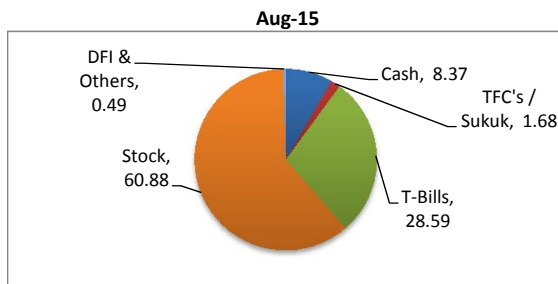
	Aug-15	Jul-15	MoM %
<b>NAV per Unit (PKR)</b>	247.27	252.20	-1.96%
<b>Net Assets Value (PKR '000)</b>	199,642	187,625	6.40%

## Value of 100 Rupees invested 5 years ago



*Note: Fund returns are gross of management fee.*

## ASSET ALLOCATION \*:

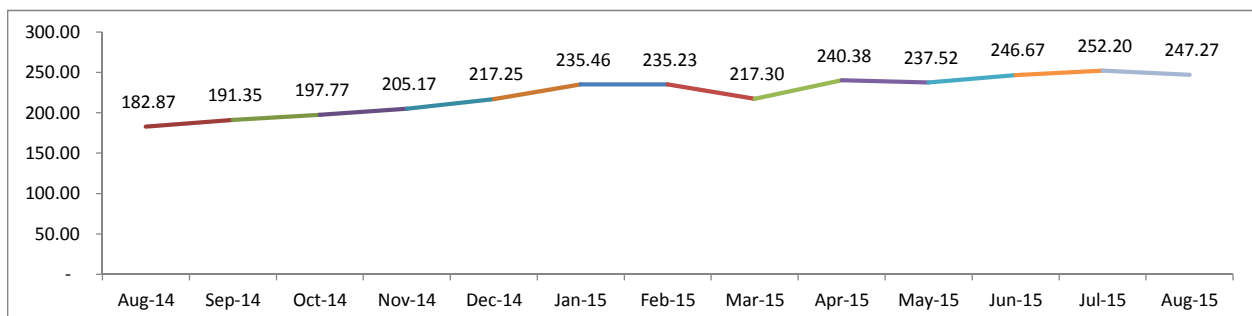


\* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

## FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Aggressive Fund - IAF	-1.96%	0.24%	4.10%	5.12%	35.22%	20.76%	20.02%

## IGI Aggressive Fund - IAF BID PRICE:



*Disclaimer: 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.*

# IGI Balanced Fund - IBF

For the month of August 2015



## INVESTMENT OBJECTIVE:

The investment objective of the Fund is to earn competitive long term return by investing in mix of equity, fixed income and money market instrument. This fund is suited for investors with moderate risk tolerance.

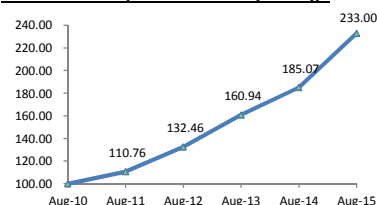
## FUND INFORMATION:

<b>Strategy</b>	Fixed Income / Equity
<b>Risk Profile</b>	Moderate
<b>Pricing Mechanism</b>	Daily Forward Pricing
<b>Pricing Days</b>	Monday to Friday
<b>Management Fee</b>	1.5%
<b>Launch Date</b>	25-Apr-08

## RETURNS:

During the month the fund generated an absolute return of -0.54% against its last month absolute return of 1.85%.

### Value of 100 Rupees invested 5 years ago

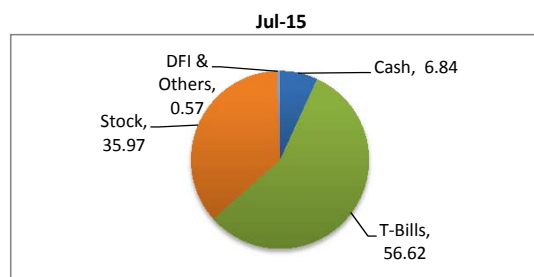
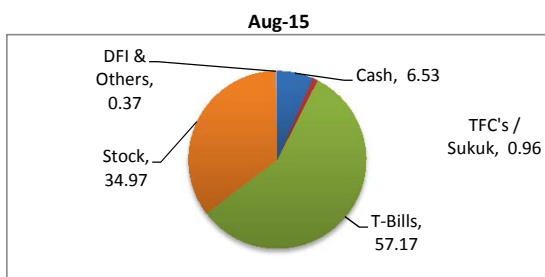


## ASSETS UNDER MANAGEMENT:

	Aug-15	Jul-15	MoM %
<b>NAV per Unit (PKR)</b>	227.86	229.10	-0.54%
<b>Net Assets Value (PKR '000)</b>	276,395	271,263	1.89%

*Note: Fund returns are gross of management fee.*

## ASSET ALLOCATION \*:

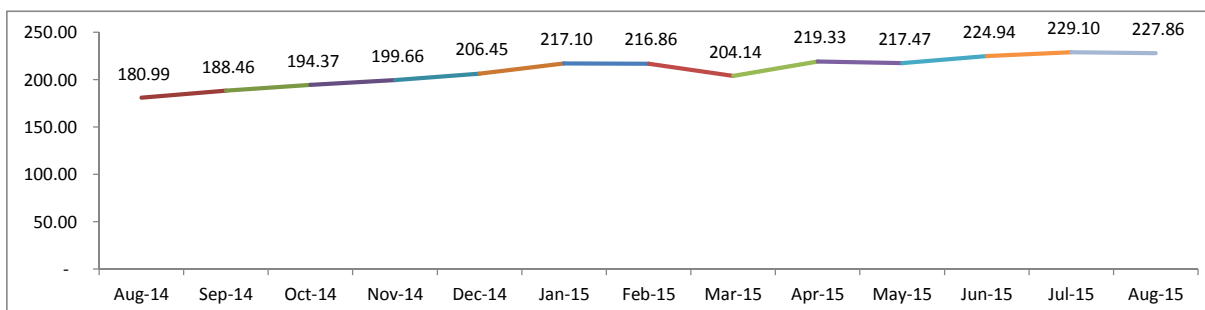


\* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

## FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Balanced Fund - IBF	-0.54%	1.30%	4.78%	5.07%	25.90%	15.58%	17.38%

## IGI Balanced Fund - IBF BID PRICE:



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# IGI Conservative Fund - ICF

For the month of August 2015



## INVESTMENT OBJECTIVE:

To provide stable and competitive returns in line with the money markets exhibiting low volatility consistent with capital preservation by constructing a liquid portfolio of low risk short term investments yielding competitive returns.

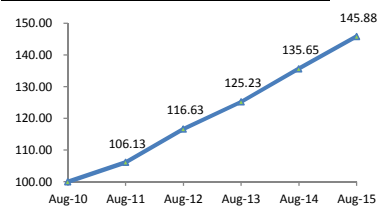
## FUND INFORMATION:

<b>Strategy</b>	Fixed Income
<b>Risk Profile</b>	Low
<b>Pricing Mechanism</b>	Daily Forward Pricing
<b>Pricing Days</b>	Monday to Friday
<b>Management Fee</b>	1.5%
<b>Launch Date</b>	25-Apr-08

## RETURNS:

During the month the fund generated an absolute return of 0.39% against its last month absolute return of 0.50%.

### Value of 100 Rupees invested 5 years ago

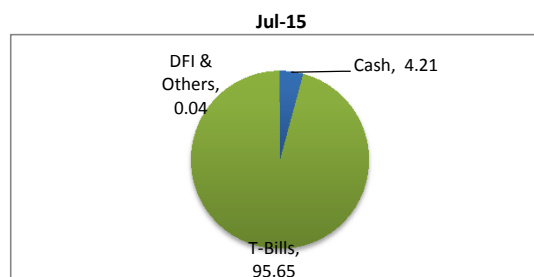
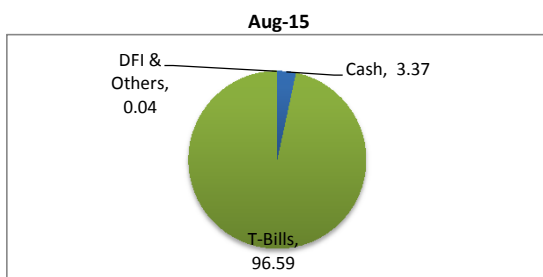


## ASSETS UNDER MANAGEMENT:

	Aug-15	Jul-15	MoM %
<b>NAV per Unit (PKR)</b>	177.06	176.38	0.39%
<b>Net Assets Value (PKR '000)</b>	559,240	550,309	1.62%

*Note: Fund returns are gross of management fee.*

## ASSET ALLOCATION \*:

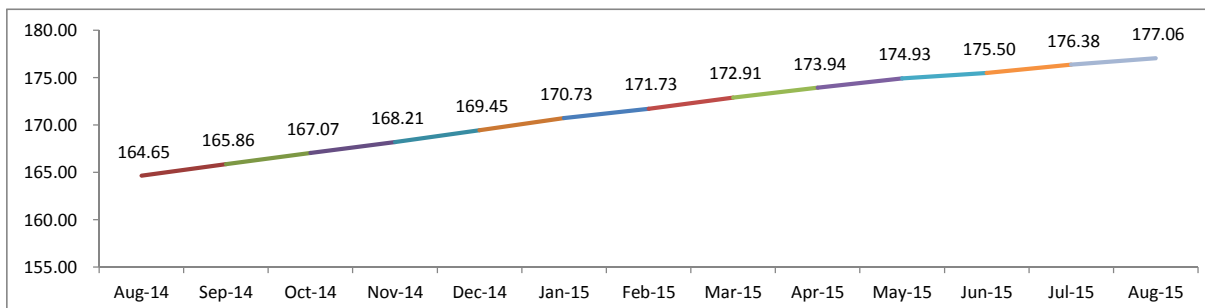


\* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

## FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Conservative Fund - ICF	0.39%	0.89%	1.22%	3.10%	7.54%	6.75%	10.48%

## IGI Conservative Fund - ICF BID PRICE:



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# IGI Islamic Fund - IIF

For the month of August 2015



## INVESTMENT OBJECTIVE:

To provide maximum possible preservation of capital and a reasonable rate of return via investing in Shariah Compliant money market and debt securities having good credit quality rating and liquidity.

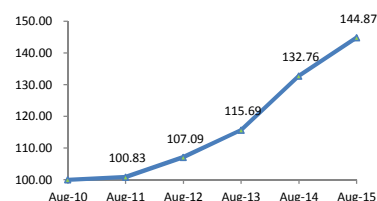
## FUND INFORMATION:

<b>Strategy</b>	Islamic Fixed Income
<b>Risk Profile</b>	Low
<b>Pricing Mechanism</b>	Daily Forward Pricing
<b>Pricing Days</b>	Monday to Friday
<b>Management Fee</b>	1.5%
<b>Launch Date</b>	25-Apr-08

## RETURNS:

During the month the fund generated an absolute return of 0.34% against its last month absolute return of 0.22%.

### Value of 100 Rupees invested 5 years ago

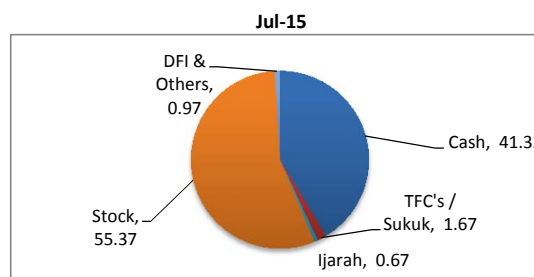
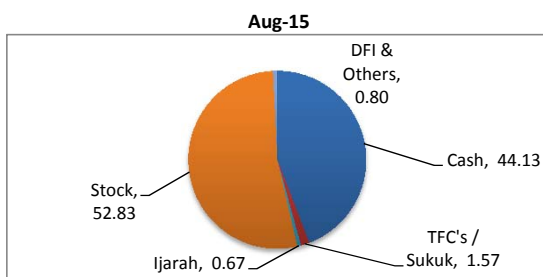


## ASSETS UNDER MANAGEMENT:

	Aug-15	Jul-15	MoM %
<b>NAV per Unit (PKR)</b>	132.07	131.61	0.34%
<b>Net Assets Value (PKR '000)</b>	164,350	165,399	-0.63%

*Note: Fund returns are gross of management fee.*

## ASSET ALLOCATION \*:

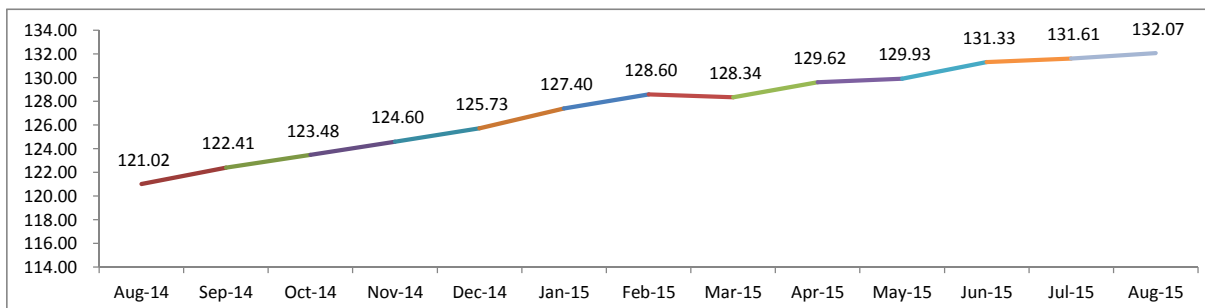


\* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

## FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Islamic Fund - IIF	0.34%	0.56%	1.65%	2.70%	9.13%	7.57%	4.36%

## IGI Islamic Fund - IIF BID PRICE:



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# IGI Secure Fund - SSE

For the month of August 2015



## INVESTMENT OBJECTIVE:

The objective of the fund is to generate a competitive return with minimum risk, by investing primarily in Government Securities.

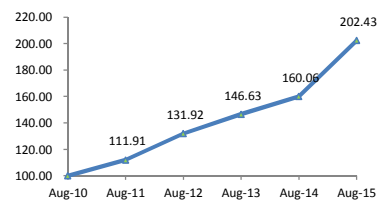
## FUND INFORMATION:

Strategy	Govt. Securities
Risk Profile	Low
Pricing Mechanism	Daily Forward Pricing
Pricing Days	Monday to Friday
Management Fee	1.5%
Launch Date	22-Jul-10

## RETURNS:

During the month the fund generated an absolute return of 1.73% against its last month absolute return of 1.64%.

### Value of 100 Rupees invested 5 years ago

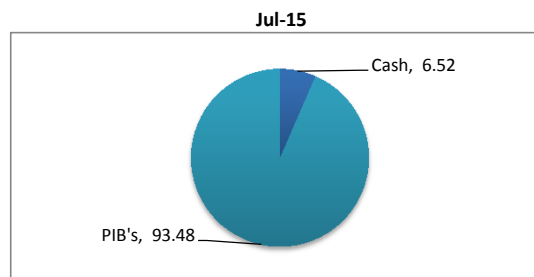
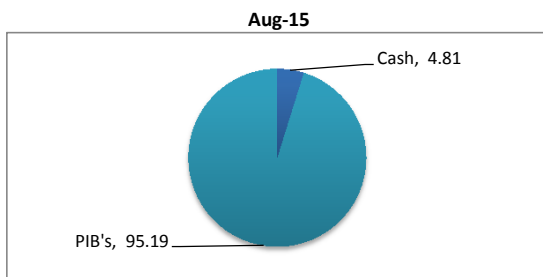


## ASSETS UNDER MANAGEMENT:

	Aug-15	Jul-15	MoM %
NAV per Unit (PKR)	204.72	201.24	1.73%
Net Assets Value (PKR '000)	2,917,786	2,914,802	0.10%

*Note: Fund returns are gross of management fee.*

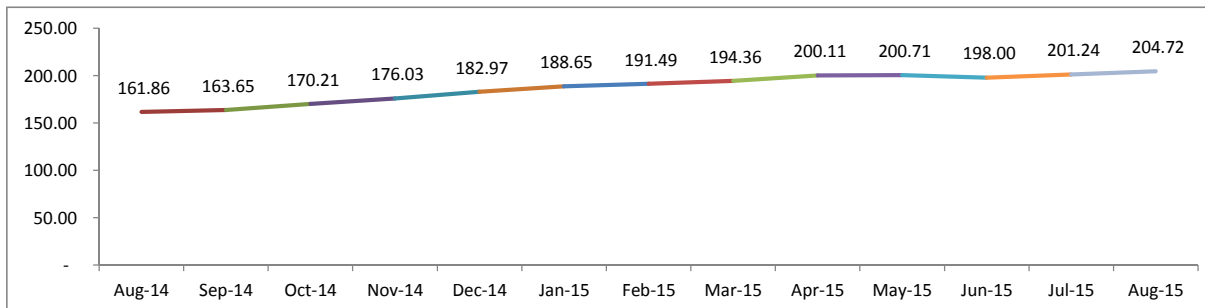
## ASSET ALLOCATION:



## FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Secure - SSE	1.73%	3.39%	2.00%	6.91%	26.47%	17.85%	20.47%

## IGI Secure Fund - SSE BID PRICE:



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