

IGI | Life

Funds Performance Report September 2018



IGI Life Insurance Limited

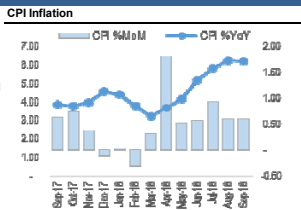
FUND MANAGER REPORT
For the month of September 2018



Macro Review and Outlook:

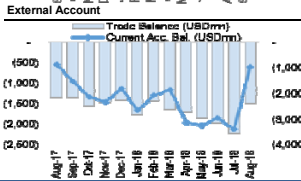
CPI for the month of Sep-18 up by 5.83%YoY:

For the month of Jul-18, headline inflation rose by +6.22%YoY against +3.86%YoY in the same period last year. On monthly basis inflation inched up by +0.6%. Key contributors to this uptick in prices continue to be house rent index (HRI) (up +7.60%YoY), transport index (up +19%YoY), education index (up +13.0%YoY) and food index (up +2.6%YoY). Food basket as a whole registered a meagre +2.67%YoY inflation due to slowdown in growth of perishables' prices while non-food inflation continued its robust upward trend, up 8.7%YoY, on the back of HRI index, education index and motor fuel prices. At the same time, during the month, core inflation remained at +8.0%YoY.



Current account balance reached a deficit of USD 0.6bn in month of Aug-18

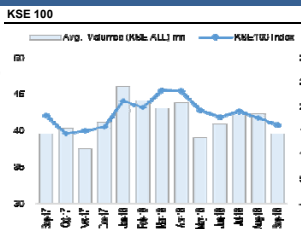
During the month of Aug-18, Current account deficit surged by 9%YoY to USD 0.6bn, on the back of worsening trade balance. For 2MFY19 collectively, current account deficit struck at USD 2.7bn, rising significantly by +5%YoY due to growth in imports, up by +12%YoY, decrease in FDI by 11% YoY(4.01bn). During the Month of Aug-18, Country's exports increased by 4%MoM to USD 2.1bn, while import bill witnessed a decrease of 20%MoM to USD 4.5bn. Resultantly, trade term for the month reached USD 2.4bn, decreasing by 33%MoM.



Equity Market Review and Outlook:

Political noise unsettled the market in Sep-18

Following declining trend in Aug-18, wherein KSE-100 recorded a level of 41,863 points, the market exhibited mixed performance for Sep-18 with index down to 40,998 points, depicting a decline of 865 points (2%MoM). The activity in the market can be attributed to , a) hike in gas price, b) increase in policy rate by 100bps and b) ucertainty over going to IMF. Average daily volumes decreased by 15%MoM to 81mn shares while average traded value came up by+43%MoM to USD 68mn.



Leaders and Laggards:

The biggest laggard was Refinery and Engineering, pulling the index down by 11%. The aforesaid sector was followed by, Automobile Assembler, Insurance, Food & Personal Care Products and Oil & Gas Marketing Companies dragging index down by 9%, 8% and 7% respectively. On the other hand, other miscellaneous sectors contributed most to the index gain, pulling it up by 7%, while Textile Spinning (+3%) and Synthetic & Oil & Gas Exploration companies (+1%) were amongst the other major contributors.

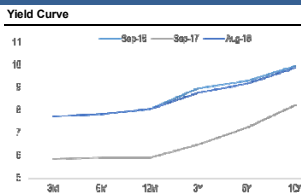
Key domestic/international news

- Gas price hike
- Increase in policy rate
- US-China escalating trade wars
- Increase in crude oil prices with sanctions being imposed on Iran

Money Market Review and Outlook:

Money Market Review

The SBP conducted two T-bill auctions during the month of Sep-18 with a cumulative target of PKR 450bn against maturity of PKR 425bn. The total accepted amount was PKR 26.7bn all of which for 3M tenor (excluding non-competitive bids). For 3M tenor the cut-off yields remained unchanged at 7.75%. Owing to interest rate hike in anticipation, the participation was dull. Similar trend was also witnessed in PIB auction where cumulative participation of just PKR 8.6bn was received in 3Y, 5Y and 10Y tenor. In the last week of the month, Government injected PKR 475bn at 7.56% p.a through an OMO. During the month, yields across all the tenors increased by 9-58bps due to expected interest rate hike.



Source: SBP, PBS, Bloomberg

IGI Takaful Aggressive Fund-TAF

For the month of September 2018



INVESTMENT OBJECTIVE:

To provide investors with an opportunity to earn long-term capital appreciation optimizing through broad mix of asset classes largely driven by Shariah compliant equity with a proportion of Shariah compliant fixed income & money market instruments.

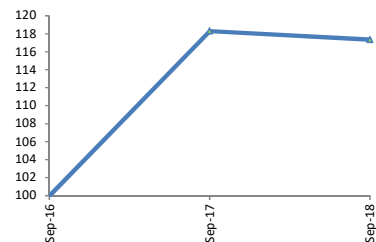
FUND INFORMATION:

Strategy	Fixed Income / Equity
Risk Profile	High
Pricing Mechanism	Daily Forward Pricing
Pricing Days	Monday to Friday
Management Fee	1.5%
Launch Date	21-Sep-15

RETURNS:

During the month the fund generated an absolute return of -0.93% against its last month absolute return of -0.42%.

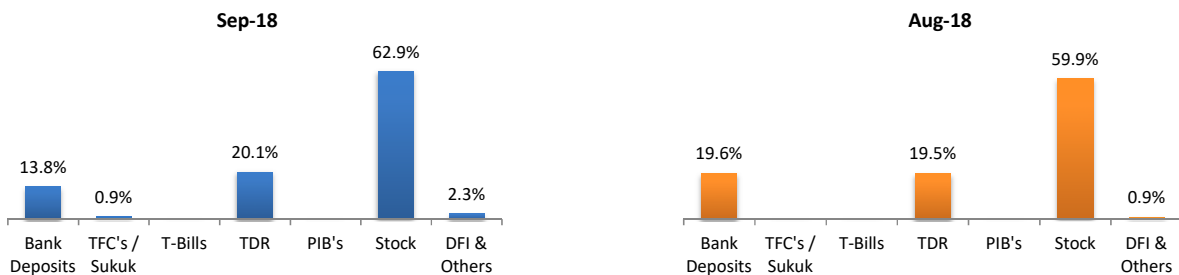
Value of 100 Rupees invested since inception



ASSETS UNDER MANAGEMENT:

	Sep-18	Aug-18	MoM %
NAV per Unit (PKR)	117.3	118.4	-0.93%
Net Assets Value (PKR '000)	433,169	428,240	1.15%

ASSET ALLOCATION *:

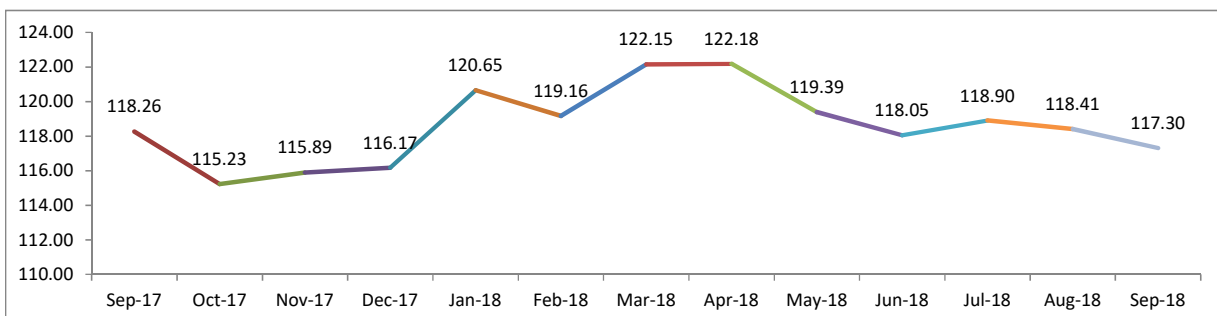


* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Aggressive Fund - IAF	-0.93%	-1.34%	-0.63%	-3.97%	-0.81%	1.30%	5.41%

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 Takaful Balanced Fund-TBF

For the month of September 2018



INVESTMENT OBJECTIVE:

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

FUND INFORMATION:

Strategy	Fixed Income / Equity
Risk Profile	Moderate
Pricing Mechanism	Daily Forward Pricing
Pricing Days	Monday to Friday
Management Fee	1.5%
Launch Date	21-Sep-15

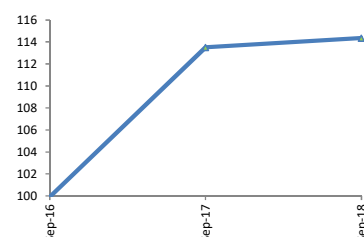
RETURNS:

During the month the fund generated an absolute return of -0.45% against its last month absolute return of -0.06%.

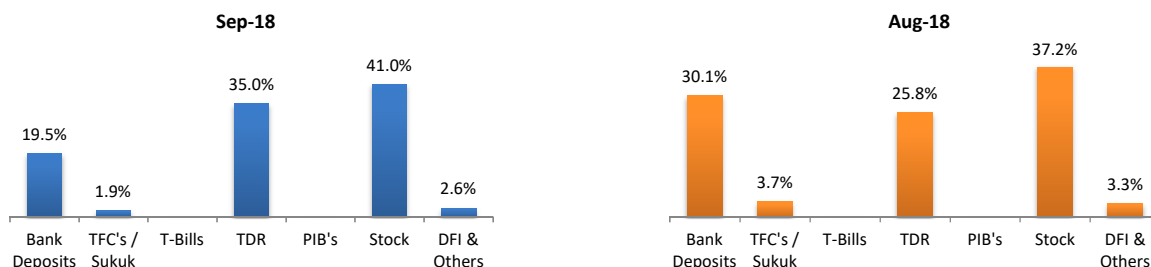
ASSETS UNDER MANAGEMENT:

	Sep-18	Aug-18	MoM %
NAV per Unit (PKR)	114.3	114.8	-0.45%
Net Assets Value (PKR '000)	1,086,650	1,049,481	3.54%

Value of 100 Rupees invested since inception



ASSET ALLOCATION *:

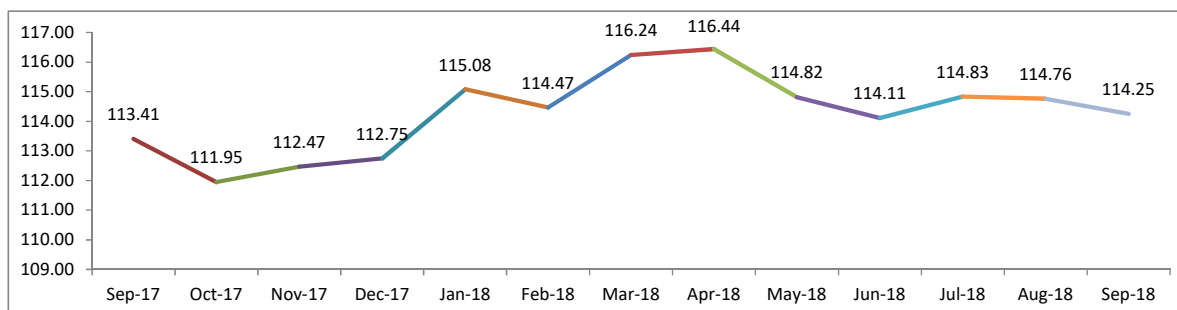


* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Balanced Fund - IBF	-0.45%	-0.51%	0.12%	-1.71%	0.74%	1.78%	4.49%

IGI Balanced Fund - IBF BID PRICE:



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IGI Takaful Conservative Fund - TCF

For the month of September 2018



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 Shariah compliant investments yielding competitive returns.

FUND INFORMATION:

Strategy	Fixed Income / Equity
Risk Profile	Low
Pricing Mechanism	Daily Forward Pricing
Pricing Days	Monday to Friday
Management Fee	1.5%
Launch Date	21-Sep-15

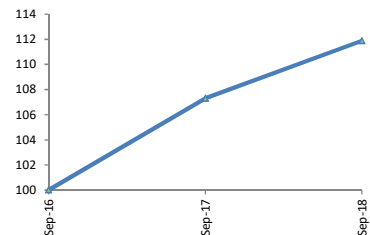
RETURNS:

During the month the fund generated an absolute return of 0.26% against its last month absolute return of 0.38%.

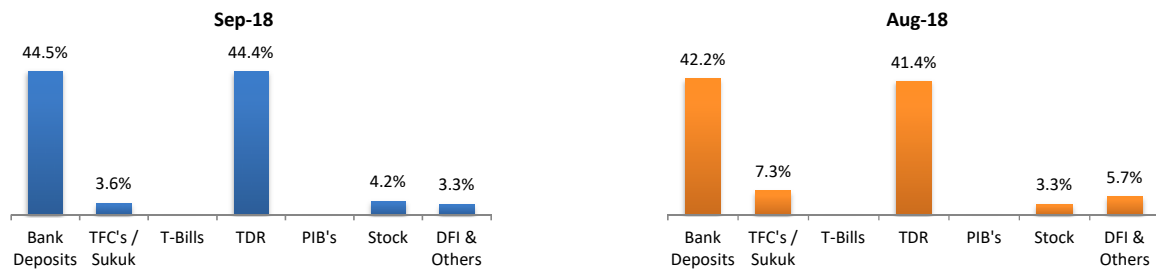
ASSETS UNDER MANAGEMENT:

	Sep-18	Aug-18	MoM %
NAV per Unit (PKR)	111.9	111.6	0.26%
Net Assets Value (PKR '000)	58,704	57,695	1.75%

Value of 100 Rupees invested since inception



ASSET ALLOCATION *:

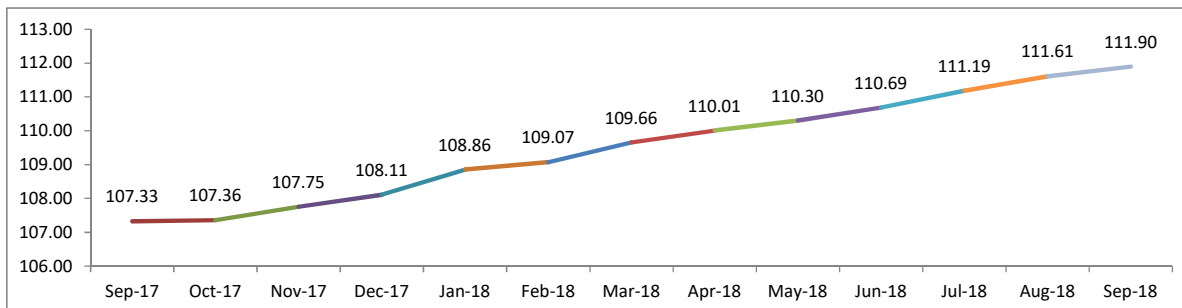


* Asset Allocation have been developed by looking through the underlying assets of mutual funds investments.

FUND PERFORMANCE:

	Absolute Return					Annualized Return	
	30 Days	60 Days	90 Days	180 Days	365 Days	CYTD	Since Inception
IGI Conservative Fund - ICF	0.26%	0.64%	1.10%	2.04%	4.26%	4.68%	3.78%

IGI Conservative Fund - ICF BID PRICE:



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