



For the month of

February-17

NAV

8.5164

| Fund Returns | BCSF | BM |
|---------------------------------------|---------|--------|
| Annualized Return (Feb-17) | 5.50% | 6.41% |
| Annualized Return (FY17 YTD) | 5.07% | 6.38% |
| Annualized Return (365 days) | 7.37% | 6.45% |
| Annualized Return (Last 3 years) | 11.31% | 7.92% |
| Annualized Return (Last 5 years) | 14.80% | 8.95% |
| Annualized Return (Inception to Date) | 3.82% | 10.75% |
| FY 2016 | 11.62% | 6.83% |
| FY 2015 | 12.26% | 9.25% |
| FY 2014 | 7.70% | 10.06% |
| FY 2013 | 13.38% | 10.26% |
| FY 2012 | -16.94% | 12.78% |

| 1 YR KIBOR & Standard Deviations* | |
|-----------------------------------|-------|
| 1YR KIBOR (Feb-16) | 6.41% |
| 1YR KIBOR Standard Deviation | 0.57% |
| Portfolio Standard Deviation | 0.03% |

*Benchmark revised in line with the SECP Direction no. 27 of 2016; previously 6M KIBOR

| Portfolio Characteristics | |
|---|---------|
| Net Assets in PKR MLN (28-Feb-17) | 161.062 |
| NAV/unit in PKR (28-Feb-17) | 8.5164 |
| Portfolio Weighted Average Maturity (in days) | 166 |
| Portfolio Duration (in days) | 166 |

| Asset Allocation | Feb-17 | Jan-17 |
|------------------|--------|--------|
| Cash | 60.41% | 68.57% |
| PIBs | 4.37% | 2.78% |
| TDR | 24.84% | 16.33% |
| Commercial Paper | 11.85% | 7.48% |
| Others | -1.47% | 4.84% |

Monthly Performance

| Month | Return | Benchmark |
|---------------|--------|-----------|
| February-17* | 5.50% | 6.41% |
| January-17* | 4.51% | 6.41% |
| December-16* | 5.49% | 6.43% |
| November-16* | 5.58% | 6.40% |
| October-16* | 3.94% | 6.35% |
| September-16* | 4.74% | 6.35% |
| August-16 | 3.00% | 6.02% |
| July-16 | 7.29% | 6.02% |
| June-16 | 14.97% | 6.11% |
| May-16 | 6.28% | 6.14% |
| April-16 | 2.48% | 6.36% |
| March-16 | 21.72% | 6.36% |
| February-16 | 4.91% | 6.36% |

*Benchmark changed to 1-yr KIBOR since Sept'16

Investment Committee

| | |
|--------------------|--------------------------|
| Khaldoon Bin Latif | Chief Executive Officer |
| Farrukh Hussain | Chief Investment Officer |
| Faisal Ali Khan | Chief Financial Officer |
| Syed Qamar Abbas | Fund Manager |
| Sandeep Kumar | Risk Manager |
| Talha Siddiqui | Head of Research |

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Fund Objective

The BMA Chundrigar Road Savings Fund seeks to provide its investors with an attractive rate of return by investing in all fixed income and money market instruments of medium risk and short duration. The fund will seek to maintain a rupee weighted average maturity for the investment portfolio of not more than 5 years.

Fund Commentary

During Feb'17, the fund posted a return of 5.50% against the benchmark return of 6.41%, underperformed the benchmark by 0.91%. In FY17TD, fund posted a return of 5.07%. The current allocation of the fund is as follows: 60.41% invested in Cash, 4.37% invested in PIBs, 24.84% placed with Banks as TDRs and 11.85% in a commercial paper. Portfolio and benchmark standard deviations were 0.03% and 0.57% respectively. Portfolio duration was at 166 days while the weighted average maturity was also at 166 days. Based on recent developments at macro front, we believe that current allocation is quite attractive. However, we will rebalance the same in case of any uncertain event.

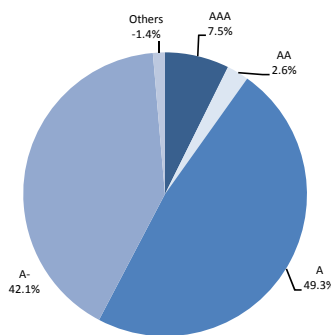
Fund Details

| | |
|---|------------------------|
| Fund Type | Open End |
| Category | Aggressive Income Fund |
| Inception Date | 23-Aug-07 |
| Benchmark | 1YR KIBOR |
| Dealing Days | Monday – Friday |
| Cut-off time | 4:00 PM |
| Pricing Mechanism | Forward |
| Management Fee | 1.50% |
| Front end Load | Upto 1% |
| Back End Load | Nil |
| Fund Stability Rating | A+ (F) (PACRA) |
| Risk Profile | Moderate |
| Listing | PSX |
| Trustee | MCBFSL |
| Auditor | A. F. Fergusons & Co. |
| Transfer Agent | Technology Trade |
| Legal Advisors | KMS Law Associates |
| Management Quality Rating | AM3 |
| Expense Ratio* | 2.39% |
| *This includes 0.29% of SECP Fee & Govt. Levy | |

Portfolio Ratings

| | |
|--------------|----------------|
| AAA | 7.53% |
| AA | 2.57% |
| A | 49.26% |
| A- | 42.07% |
| Others | -1.43% |
| Total | 100.00% |

Portfolio Ratings Profile



Economic Outlook

CPI for Feb-17 clocked in at 4.2%YoY as compared to 3.7%YoY in the preceding month registering a monthly increase of 0.3%. Resultantly, the average CPI for 8MFY17 stood at 3.9% as against the CPI of 2.48% during the same period last year. The rise in inflation was primarily led by an escalation in perishable food and fuel prices during the month under review. Furthermore, the core inflation measured by non-food and non-energy based CPI increase by 5.3%YoY in Feb-17. The rebound in international oil prices will significantly alter the future CPI forecasts and can have serious repercussions towards the future course of monetary policy direction where a rise in interest rates cannot be completely ruled from 1HFY18.

During Jan'17 Current Account Deficit recorded at a level of USD 1.19bn taking the 7MFY17 CAD to USD 4.71bn as against a deficit of USD 2.48bn during the same period last year. This can be mainly attributed to 21% YoY jump in trade deficit as the exports declined by 1% YoY while the imports surged by 9% YoY. This has turned the surplus BOP into deficit, despite of increase in FDI and USD 1.0bn Sukuku issue. The BOP position might further deteriorate due to widening CAD, putting pressure on the exchange rate.

The country's total liquid foreign exchange reserves stood at USD 21.82 bn as of 24th February, 2017; registering a monthly decline of ~2%. The decline in the country's stock of foreign exchange was mainly led by external debt and loan payments of which majority was attributed to the loan repayment of USD 500 mn to the State Administration of Foreign exchange (SAFE), China.

In the PIB auction conducted during the month, bids worth Rs. 59.73 bn were accepted against the target of Rs. 50 bn where much of the activity remained tilted towards the shorter tenor instrument of 3-yr PIB. The cut-off yields for 3-yr, 5-yr and 10-yr PIBs clocked in at 6.41%, 6.90% and 7.94% respectively whilst all bids for 20-yr PIB were rejected by the SBP.

| Name of non-compliant investment | Type of Investment | Value of investment before provision | Provision held if any | Value of investment after provision | Percentage (%) of Net Assets | Percentage (%) of Gross Asset |
|----------------------------------|--------------------|--------------------------------------|-----------------------|-------------------------------------|------------------------------|-------------------------------|
| U Micro Finance Bank | TDR | 20,000,000.00 | NIL | 20,000,000.00 | 12.42% | 11.87% |
| Finca Micro Finance Bank | TDR | 20,000,000.00 | NIL | 20,000,000.00 | 12.42% | 11.87% |

Disclosure: The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the amount of Rs. 353,436. If the same were not made the NAV per unit of the fund would have been higher by Rs.0.0187/0.22%.

MUFAP Recommended Format

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