



For the month of

June-17

NAV

10.1384

Fund Returns	BECF	BM
Annualized Return (June-17)	7.40%	5.22%
Annual. Return (FY17)	4.58%	5.30%
Annual. Return (365 days)	4.58%	5.30%
Annual. Return (Last 3 Years)	6.10%	6.44%
Annual. Return (Last 5 Years)	8.01%	7.42%
Annual. Return (Inception to Date)	8.47%	8.79%
FY 2016	4.61%	5.82%
FY 2015	8.15%	8.20%
FY 2014	8.47%	8.90%
FY2013	9.14%	8.90%
FY2012	11.32%	11.02%

Portfolio Characteristics

Net Assets in PKR MLN (30-June-17)	100.5578
NAV/unit in PKR (30-June-17)	10.1384
Portfolio Duration (in Days)	13
Portfolio Weighted Average Maturity (in Days)	13
Portfolio Standard Deviation	4.23%

Asset Allocation	Jun-17	May-17
Cash	92.28%	91.57%
Commercial Paper	9.72%	9.65%
Accruals/Others	-1.57%	-1.23%
Leverage	None	None

Fund Details

Fund Type	Open End
Category	Money Market Fund
Benchmark	70% 3M PKRV + 30% 3M Bank Rate
Inception Date	12-Nov-09
Dealing Days	Monday – Friday
Cut-off time	4:00 PM
Pricing Mechanism	Forward
Management Fee**	0.00%
Front end Load	Upto 1%
Back end Load	Nil
Fund Stability Rating	AA+(F) (JCR)
Risk Profile	Low Risk
Listing	PSX
Trustee	MCBFSL
Auditor	A. F. Fergusons & Co.
Transfer Agent	Technology Trade
Legal Advisors	KMS Law Associates
Management Quality Rating	AM3
Expense Ratio*	1.97%

*This includes 0.21% of SECP Fee & Govt. Levy

**Management fee is reduced to 0% from 18 November 2016

Investment Committee

Khaldoon Bin Latif	Chief Executive Officer
Farrukh Hussain	Chief Investment Officer
Faisal Ali Khan	Chief Financial Officer
Syed Qamar Abbas	Fund Manager (Fixed Income)
Umair Ahmad Khan	Fund Manager (Equity)
Sandeep Kumar	Risk Manager

*Benchmark revised in line with the SECP Direction no. 27 of 2016; previously 3M BANK RATES

0800 00262

Info@bmafunds.com

www.bmafunds.com

Fund Objective

The BMA Empress Cash Fund is a professionally managed cash fund, which aims to minimize risk, maximize liquidity and generate a competitive rate of return. This will be achieved by concentrating portfolio allocation in AA rated banks and short duration sovereign rated securities.

Fund Commentary

The fund earned an annualized return of 7.40% during June'17 as against the benchmark of 5.21%, outperformed by 219bps. The FY17 return of the fund stood at 4.58% against the benchmark of 5.32%. This performance is net of management fee and all other expenses. Standard deviation of portfolio was on the higher side at 4.23%, mainly because of dividend adjustment to the NAV. Fund paid a dividend of 0.46/unit during FY17. Portfolio duration was at 13 days while the weighted average maturity was also at 13 days. We have maintained investment in shorter tenor instruments and will continue so to avoid interest rate risk.

Economic Outlook

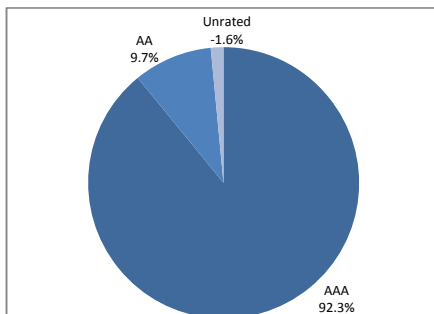
CPI in Jun'17 clocked in at 3.93%YoY against 5.02%YoY in the preceding month, taking the average inflation in FY17 to 4.16% against the 2.86% during FY16. On sequential basis by CPI dropped by 0.41%MoM, mainly due to 0.20%MoM drop in food prices against the general expectations on the back of Ramadan, 15.32%MoM drop in Tobacco index following budgetary measures and drop in fuel prices. We believe the expected depreciation of Rupee might put some inflationary pressure, however contained somewhat by the decline in oil prices and food prices post Ramadan.

State Bank of Pakistan (SBP) has revised the 11MFY17 current account deficit figures to USD10.64 billion, which is USD1.71bn higher than the earlier reported figure of USD8.92bn. The 11MFY17 deficit is 2.1x wider than the revised figure of USD4.86bn during the same period last year. The widening CAD can mainly be attributed to growing trade deficit led by higher imports (both goods and services), which increased by 14% YoY.

Country's foreign exchange reserves stood at USD21.4bn as of June 30, 2017. In the scenario of widening CAD and debt payments up to USD5.0-6.0bn during FY18 we see a high probability of sharp FX reserves drawdown and steep currency devaluation in FY18. PKR remained stable during the month and FY17, however, SBP has taken the move to depreciate exchange rate by 3.1% in the interbank market after a long period of stability. However, in recent development the finance minister has intervened and the rupee recovered sharply. With REER standing at 127, we believe the depreciation is very much on the card.

In the PIB auction conducted during the month, bids worth Rs. 78.24bn were received, 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 no bids were received in 20-yr tenor. The govt also raised 526.6bn in T-bills auction with no change in cut-off yields.

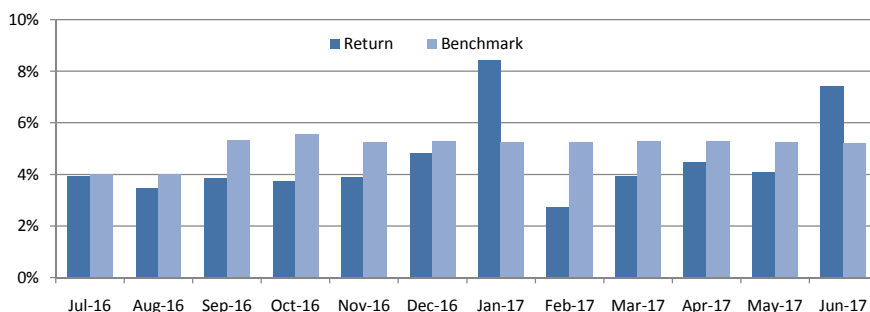
Portfolio Ratings Profile



Monthly Return and Benchmark

Month	Return	Benchmark
June-17	7.40%	5.22%
May-17	4.10%	5.23%
April-17	4.48%	5.31%
March-17	3.92%	5.28%
February-17	2.73%	5.27%
January-17	8.43%	5.26%
December-16	4.81%	5.30%
November-16	3.90%	5.26%
October-16	3.75%	5.57%
September-16	3.87%	5.32%
August-16	3.47%	4.03%
July-16	3.92%	4.03%

Monthly return (on annualized basis)



Disclosure: The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the amount of Rs.80,832. If the same were not made the NAV per unit of the fund would have been higher by Rs. 0.008/0.08%.

MUFAP Recommended Format

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved.