



For the month of

August-15

NAV

10.3850

Fund Returns	BECF	BM
Annual. Return (Aug-15)	5.18%	4.97%
Annual. Return (FY16 YTD)	5.36%	4.93%
Annual. Return (365 days)	7.64%	6.28%
Annual. Return (Last 3 Years)	8.92%	6.83%
Annual. Return (Last 5 Years)	11.50%	7.13%
Annual. Return (Inception to Date)*	8.92%	6.99%
FY 2015	8.15%	6.73%
FY 2014	8.47%	7.27%
FY2013	9.14%	6.95%
FY2012	11.32%	8.23%
FY2011	11.30%	7.70%

Portfolio Characteristics	
Net Assets in PKR MLN (31-08-15)	235.96
NAV/unit in PKR (31-08-15)	10.3850
Portfolio Duration (in Days)	64
Portfolio Weighted Average Maturity (in Days)	64
Portfolio Standard Deviation	0.02%

Asset Allocation	Aug	Jul
Cash	46.95%	66.27%
Placements	0.00%	0.00%
T Bills	53.89%	33.95%
Accruals	-0.84%	-0.22%
Leverage	None	None

### Fund Details

Fund Type	Open End
Category	Money Market Fund
Benchmark	3M Bank Rate
Inception Date	12-Nov-09
Dealing Days	Monday – Friday
Cut-off time	4:00 PM
Pricing Mechanism	Forward
Management Fee	0.75%
Front end Load	Upto 1%
Back end Load	Nil
Fund Stability Rating	AA+(F) (JCR)
Risk Profile	Low Risk
Listing	KSE
Trustee	MCBFSL
Auditor	A. F. Fergusons & Co.
Transfer Agent	Technology Trade
Legal Advisors	KMS Law Associates
Management Quality Rating	AM3

### Investment Committee

Adeel Ahmad Khan	Chief Executive Officer
Farrukh Hussain	Chief Investment Officer
Faisal Ali Khan	Chief Financial Officer
Syed Qamar Abbas	Fund Manager
Muneeb Sikandar	Risk Manager

\* Calculated via Geometric Mean

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### 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 5.18% during Aug'15 versus the benchmark return of 4.97%. The FY16 return of the fund is 5.36% against the benchmark of 4.90%, hence an outperformance of 0.46%. This outperformance is net of management fee and all other expenses. Standard deviation of returns was 0.02%, reflecting the stable nature of the fund's income. Going forward, we will maintain investment in shorter tenor instruments to avoid interest rate risk.

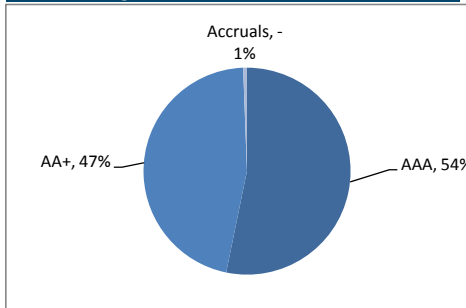
### Economic Outlook

CPI for August'15 continued its downward trend and registered a multi-year low of 1.7%YoY, slightly lower the last month's figure of 1.8%YoY and market expectation of 1.5%YoY. In addition to this, on a month-on-month basis inflation increased by 0.2% as compared to 0.4% increase in last month. The major reasons behind the benign inflation during the month are the deflation in the non-perishable food items, decline in transport Index due to downward revision in petroleum prices and favorable base effect. Core inflation measured by Non-Food, Non-Energy (NENE) also continued its downward trend and increased by 4% on YoY basis as compared to 4.1% in the previous month. Overall in 2MFY16 CPI inflation clocked in at 1.76% YoY as compared to 7.44% YoY in 2MFY15 (down 568bps). We believe that CPI readings shall increase gradually due to absence of high base effect and second round impact of recent hike in gas prices. We expect full-year CPI-based inflation to be at 5.1%.

During the month, Pak rupee was bit under pressure like other regional currencies and depreciated by 2.4% against US dollar due to China's decision to devalue its currency, where as FX reserves maintained at above US\$ 18bn level. We believe that the upward trend in FX reserves will continue in FY16 due to planned foreign inflows set in budget and declining trend in debt servicing. Though widening of real interest rate (+5%) as well as strong FX reserves created a room for 50bps decline in discount rate but in our view SBP will keep discount rate unchanged at 7% in its next Monetary Policy announcement.

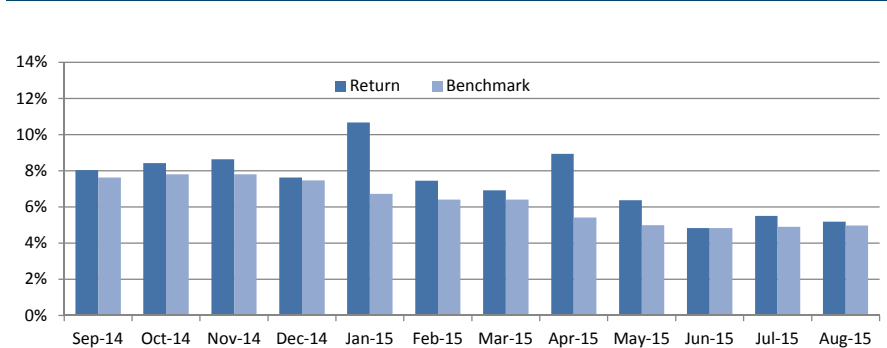
On the fixed income side, investors remained skewed towards shorter to medium tenor instruments in T-bills and PIBs auctions to avoid interest rate risk. In the two T-Bill auctions during the month, MoF accepted PKR 595bn against a target of PKR 525bn and a maturity of PKR 403 billion. Cut-off yields for the second T Bills auction were at 6.93%, 6.95% and 6.97% for 3, 6 and 12 month tenors respectively. In the PIB auction an amount of PKR 67bn was accepted against the target of PKR 50bn at a cut-off yield of 7.60%, 8.51% and 9.40% in the 3 years, 5 years and 10 years respectively.

### Portfolio Ratings Profile



Month	Return	Benchmark
August-15	5.18%	4.97%
July-15	5.51%	4.90%
June-15	4.83%	4.83%
May-15	6.37%	5.00%
April-15	8.94%	5.42%
March-15	6.93%	6.40%
February-15	7.45%	6.40%
January-15	10.68%	6.73%
December-14	7.63%	7.47%
November-14	8.63%	7.80%
October-14	8.43%	7.80%
September-14	8.04%	7.63%

### Monthly return (on annualized basis)



Disclosure: The scheme has maintained provisions against Workers' Welfare Fund (WWF) liability to the tune of Rs. 295,157 as of Jun 30, 2015. Had the provision not been made, the NAV per unit/percentage return of the Fund would be higher by Rs. 0.013/0.13%. Details are specified at note 8.1 to the latest period ended report of March 2015. Performance Data does not include the cost incurred directly by an investor in the form of sales load etc.

### 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. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.