



For the month of

February-16

NAV

10.5733

Fund Returns	BECF	BM
Annualized Return (Feb-16)	4.73%	4.45%
Annual. Return (FY16 YTD)	4.83%	4.63%
Annual. Return (365 days)	5.58%	4.89%
Annual. Return (Last 3 Years)	8.12%	6.48%
Annual. Return (Last 5 Years)	10.54%	6.80%
Annual. Return (Inception to Date)*	8.79%	6.93%
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 (29-Feb-16)	106.723
NAV/unit in PKR (29-Feb-16)	10.5733
Portfolio Duration (in Days)	67
Portfolio Weighted Average Maturity (in Days)	67
Portfolio Standard Deviation	0.03%

Asset Allocation	Feb-16	Jan-16
Cash	50.00%	25.51%
Placements	0.00%	0.00%
T Bills	51.34%	75.57%
Accruals	-1.34%	-1.08%
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	
Farrukh Hussain	Acting Chief Executive Officer
Faisal Ali Khan	Chief Financial Officer
Syed Qamar Abbas	Fund Manager
Sandeep Kumar	Risk Manager

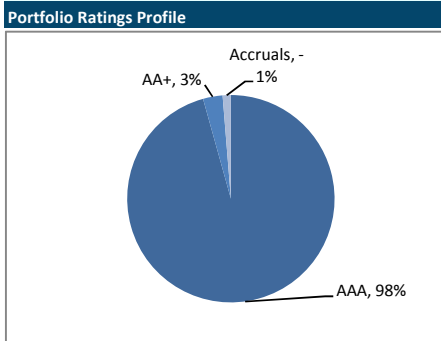
\* Calculated via Geometric Mean

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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.

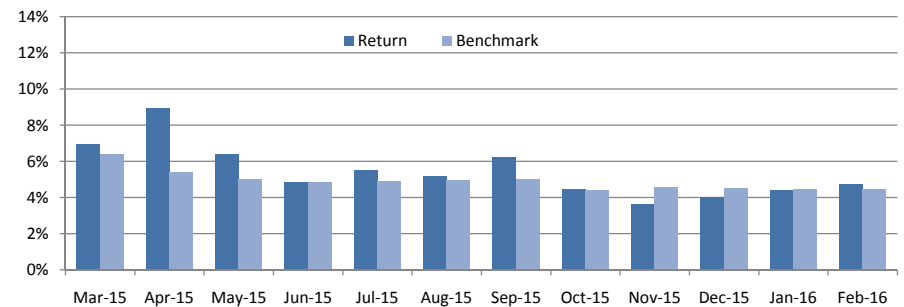
**Fund Commentary**  
 The fund earned an annualized return of 4.73% during Feb'16 as against the benchmark of 4.45%, outperformed by 0.28 bps. The FY16 to date return of the fund is 4.83% against the benchmark of 4.63%, hence posted an outperformance of 0.20 bps. This outperformance is net of management fee and all other expenses. Standard deviation of portfolio was 0.03%, 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 inflation for Feb'16 continued its reversing trend and registered a growth of 4.0%YoY, compared to 3.3% YoY recorded in Jan'16 and 3.1%YoY in Feb'15. Resultantly, 8MFY16 CPI stands at 2.5%YoY compared to 5.5% YoY in same period last year (down 300bps). Despite the MoM decline of 0.3% the increase in inflation was driven by i) low base effect, 2.5% YoY increase in Food Inflation and 5.1% YoY growth in House Index. Core inflation measured by Non-Food Non-Energy CPI (Core NFNE) increased by 4.5% on (YoY) basis in Feb'16 as compared to 4.3% in the previous month and by 6.2% in Feb'15. We believe that recent decline in petroleum prices, reduction in electricity charges and declining trend in food prices shall provide enough room to control inflation. We expect that FY16 inflation to average at 3.2%. In its recent monetary policy statement the SBP has cut down its inflation estimate for current fiscal year to 3-4% from previous inflation forecast of 3.5-4.5%, a reduction in inflation expectations of 50 basis points. This is a significant adjustment due to recent decline in commodity prices and excess supply of food stock. SBP shall announce its monetary policy for next two months in Mar'16, though recent dip in secondary market yields and participation in longer tenor instruments indicate possibility of a rate cut in the future. However, we still believe that SBP shall maintain discount rate at same level till Jun'16. During the month, Pak rupee traded within a narrow band against the US dollar and appreciated by meager 0.2%, whereas foreign exchange reserves maintained the position above the US\$ 20bn mark. We believe that the upward trend in forex reserves shall continue on the back of strong remittances, higher foreign flows and expected privatization proceeds. On the fixed income side, investors shifted focus towards medium to longer tenor instruments in T-bills and PIBs auctions to lock-in funds at a bit higher yields. In the two T-Bill auctions during the month, MoF raised PKR 439 bn against a target of PKR 600bn and a maturity of PKR 581billion. Cutoff yields for the second T Bills auction were at 6.21%, 6.22% and 6.24% for 3, 6 and 12 month tenors respectively. In the PIB auction an amount of PKR 141bn was accepted against the target of PKR 50bn at a cutoff yield of 6.34%, 7.04% and 8.25% in the 3 years, 5 years and 10 years respectively.



Month	Return	Benchmark
February-16	4.73%	4.45%
January-16	4.36%	4.45%
December-15	4.01%	4.53%
November-15	3.62%	4.55%
October-15	4.48%	4.37%
September-15	6.20%	5.02%
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%

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. 0.029/0.27%. Details are specified at note 12 to the latest period ended report of Sep-2015. Performance Data does not include the cost incurred directly by an investor in the form of sales load etc. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

**MUFAP Recommended Format**

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