



For the month of

January-16

NAV

10.5337

Fund Returns	BECF	BM
Annualized Return (Jan-16)	4.36%	4.45%
Annual. Return (FY16 YTD)	4.82%	4.65%
Annual. Return (365 days)	5.78%	5.05%
Annual. Return (Last 3 Years)	8.20%	6.54%
Annual. Return (Last 5 Years)	10.70%	6.96%
Annual. Return (Inception to Date)*	8.79%	6.94%
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-Jan-16)	111.845
NAV/unit in PKR (31-Jan-16)	10.5337
Portfolio Duration (in Days)	78
Portfolio Weighted Average Maturity (in Days)	78
Portfolio Standard Deviation	0.02%

Asset Allocation	Jan-16	Dec-15
Cash	25.51%	76.21%
Placements	0.00%	0.00%
T Bills	75.57%	25.00%
Accruals	-1.08%	-1.21%
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
Muneeb Sikandar	Risk Manager

\* Calculated via Geometric Mean

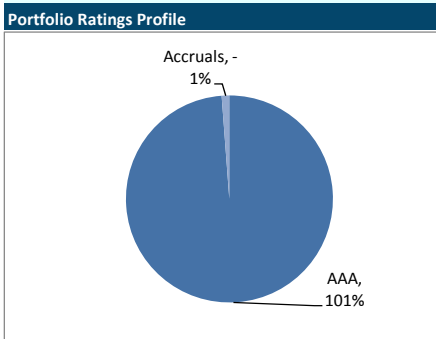
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**Fund Objective**  
 The BMA Empress Cash Fund is a professionally managed cash fund, which aims to minimize risk, maximize liquidity and generate a competitive rate of return. This will be achieved by concentrating portfolio allocation in AA rated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

**Fund Commentary**  
 The fund earned an annualized return of 4.36% during Jan'16 as against the benchmark of 4.45%, slightly underperformed by - 0.09 bps. The FY16 to date return of the fund is 4.82% against the benchmark of 4.65%, hence posted an outperformance of 0.17 bps. 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.

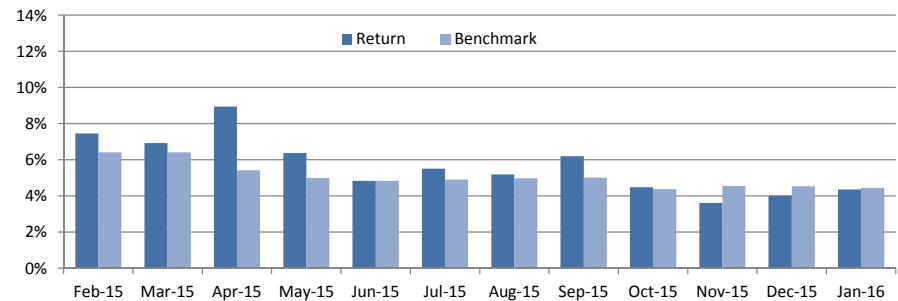
**Economic Outlook**  
 CPI inflation for Jan'16 continued its reversing trend and recorded at 3.3%YoY, compared to 3.2%YoY in Dec'15 and 3.9%YoY in Jan'15. Resultantly, 7MFY16 CPI is at 2.2%YoY as compared to 5.77%YoY recorded in the same period last year (down 357bps) translating into real interest rate of +3.8%. On a MoM basis, CPI increased by 0.21% primarily on the back of 1.46% increase in Housing, Water, Electricity, Gas and fuels, whereas perishable food item decreased by 8.04%MoM. Core inflation measured by non-food non-energy CPI (Core NFNE) increased by 4.3%YoY in Jan'16 as compared to 4.1% in the previous month and by 6.4% in Jan'15. Despite the low base effect, we believe that inflation will remain in check due to depress food price levels, cut in petroleum prices and delay in power and gas tariff hike. In its first monetary policy review, the newly formed Monetary Policy Committee (MPC) decided to maintain the Policy Rate (PR) unchanged at 6.0%, in line with our expectation. Despite acknowledging the improvement at the macroeconomic front (strong LSM growth, pick up in private sector credit, build up in FX reserves with expected future inflows from multi & bilateral sources and continuous low inflation) SBP adopted cautious monetary stance because of volatility in exchange market due to persistent weakness of regional currencies, depress exports and deceleration in growth of remittances. Though soft inflation outlook, comfortable real interest rate and healthy external and fiscal account positions create room for at least 50bps cut in policy rate but we believe that SBP would keep policy rate at same level in its next monetary policy review.

The FX reserves maintained its strong position and closed Jan'16 above the USD20bn mark. Pak rupee also traded within a narrow band and witnessed a slight depreciation. During the month of Dec'15, Pakistan's Current Account (C/A) posted a deficit of USD279mn which is a bit higher as compared to preceding month figure of US\$199mn. The major reason behind the substantial jump is widening trade deficit of US\$ 1.6bn because of higher imports demand. Overall 1HFY16 C/A deficit stands at US\$1.27bn against 1HFY15 deficit of US\$2.46bn. We expect healthy current account balance in 2HFY16 because of declining oil prices and expected inflow from Coalition Support Fund.



Month	Return	Benchmark
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%
February-15	7.45%	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. 0.028/0.26%. 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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