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FUND'S INFORMATION

BMA Asset Management Company Limited
801 Unitower. I.I. Chundrigar
Road, Karachi-74000

Board of Directors of the Management Company

Mr. Waqar Hassan Siddique	Chairman
Mr. Muddassar Malik	Chief Executive
Mr. Abdullah Shahin	Director
Mr. Omer Syed	Director
Mr. Thomas James Speechley	Director
Mr. Tashfin I. Huq	Director
Mr. Zahid Qasim Noorani	Director
Mr. Muhammad Iqbal	Director

Company Secretary & CFO of the Management Company

Mr. Muhammad Amir Iqbal

Audit Committee of the Management Company

Mr. Muhammad Iqbal	Chairman
Mr. Tashfin I. Huq	
Mr. Zahid Qasim Noorani	

Trustee

MCB Financial Services Limited
3rd Floor Adamjee House I.I. Chundrigar Road Karachi

Bankers

Standard Chartered Bank Pakistan Limited
KASB Bank Limited
JS Bank Limited
Bank Al-Habib Limited
The Bank of Khyber
Faysal Bank Limited
MCB Bank Limited
Bank Alfalah Limited
Silk Bank Limited

Distributors

Standard Chartered Bank Pakistan Limited
BMA Financial Services Limited

Auditors

Ernest & Young Ford Rhodes Sidat Hyder & Co. Chartered Accountants
Progressive Plaza, Beaumont Road, Karachi

Legal Adviser

KMS Law Associates
207, Beaumont Plaza behind PIDC House, Karachi

Registrar

Technology Trade (Pvt.) Limited
Dagia House, 241C, Block 2, PECHS Karachi

Fund Stability Rating

BB+ (f)

Management Quality Rating

AM2- by JCR VIS Credit Rating Company Limited

MISSION STATEMENT

The BMA Chundrigar Road Savings Fund seeks to provide its investors attractive income with concern for preservation of capital by investing in all fixed income and money market instruments of low risk and short duration to generate attractive rates of return. The Fund will seek to maintain a rupee-weighted average maturity of the investment portfolio of not more than 365 days. The benchmark shall be average one month Kibor rate prevailing within the particular time period.

VISION STATEMENT

BMA Asset Management seeks to establish itself as a leader within the asset management industry of Pakistan by following the principles of prudent investment practice and keeping our fiduciary responsibility towards our investors as the core belief to our investment philosophy.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of BMA Asset Management Company Limited, the Management Company to BMA Chundrigar Road Savings Fund (BCSF) is pleased to present its report and financial statements of the Fund for the period ended December 31, 2010.

PROFILE

The launch announcement of the BMA Chundrigar Road Savings Fund ("BCSF") was made on 14 August, 2007, Pakistan's 60th year of independence and BCSF was formally launched on 23rd August. The BCSF seeks to provide its investors with an attractive rate of return by investing in all fixed income and money market instruments of low risk and short duration. The fund's aim is to maintain a rupee-weighted average maturity for the investment portfolio of not more than 5 years. The benchmark for our return is one month KIBOR and all investment returns obtained from the Fund are exempt from capital gains, withholding and income tax.

FUND'S FINANCIAL PERFORMANCE

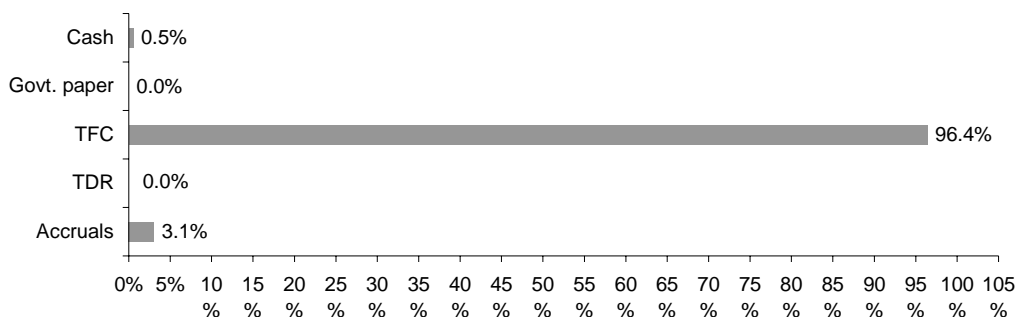
During 1HFY11 (Jun10-Dec10) the Fund earned PKR12.8 mn from income on investments, bank balances and term deposits. Due to unfavourable movement in TFC prices the fund had realized losses of PKR17.4mn, while unrealized gains stood at PKR30.2mn. Total income thus came to PKR29.1mn

Expenses for the half year totaled PKR3.4mn and consisted of PKR0.3mn remuneration to the trustee of the fund, PKR0.1mn fee to the SECP and PKR2.0mn remuneration to the management company. As a result net income for the year was PKR25.8 mn.

Financial highlights	December 31, 2010
	Rupees
Mark up/interest income	12,797,880
Element of Income	3,233,385
Total Income	29,141,228
Expenses	3,380,417
Net Income	25,760,811
Net Asset Value per unit (Rupees)	10.31

As of 31 December the net assets of the Fund were PKR175.9mn, of which 0.5% was held as cash while TFCs comprised the major investment with 96.4%. The weighted average time to maturity of the portfolio as of 31 December was 7.0 years.

Asset Allocation [31.12.10]



RETURN DURING THE PERIOD FOR INVESTORS

During the 6M period ended 31 December the Fund had generated an annualized return of 14.25% while 2QFY11 returns were 13.82%.

RECENT DEVELOPMENTS

Fund size has continued to decrease which accounts for the high exposure to TFCs and volatility in Fund returns. However the fund has managed to continue meeting redemptions and maintained itself as a going concern. Going forward it is expected that income from its Sukuk holdings of Maple Leaf and Kohat Cement will normalize.

MACROECONOMIC OUTLOOK

During the first half of fiscal year 2011 the SBP resumed the monetary tightening cycle with three consecutive discount rate hikes of 50bps each in Jul10, Sep10 and Nov10. Currently the discount rate stands at 14.0% and it is expected that during 2HFY11 a further increase of between 50bps-100bps is on the cards.

These projections are based on a number of factors which include; higher commodity prices, resurgent inflationary pressures and deficit monetization.

Higher commodities prices especially oil have the potential to derail the fragile macroeconomic stabilization program enacted in the wake of IMF financing. With the Arab blend of crude oil crossing the USD100/barrel mark (on the back of Middle East political instability), Pakistan's external accounts could see some pressure during 2HFY11.

With revisions in the prices of petroleum and utilities expected, we project that the full year average for the Consumer Price Index will come in between 15.0%-16.0%, which means that current interest rates are negative.

In addition the government has been unable to attract multilateral or unilateral aid flows/assistance to finance the increasingly large fiscal deficit. This deficit is projected to cross PKR1 trillion during FY11 and the burden of financing it has so far fallen to the SBP and domestic banks. With external assistance unlikely to materialize, pressure on liquidity, interest rates and private sector borrowing is expected to continue.

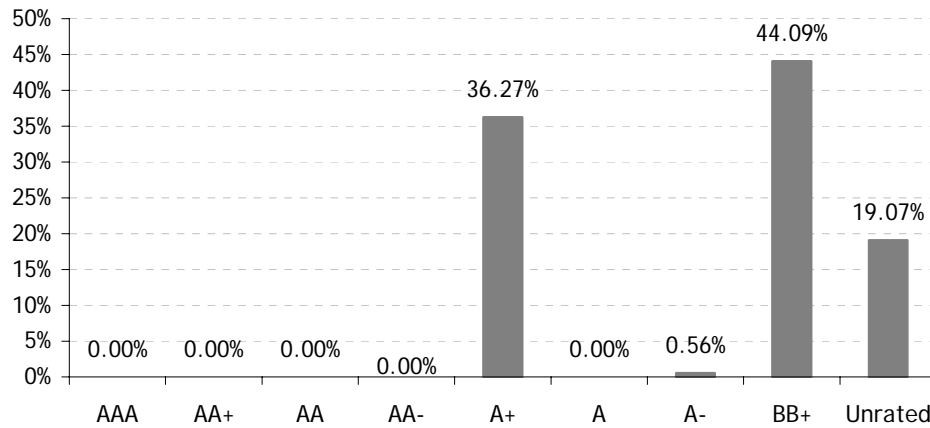
On the flip side the current account deficit recorded a very rare surplus of USD50mn during 1HFY11. FOREX reserves were at record levels of over USD17.0bn (providing 6M of import cover) and the PKR has resultantly been relatively stable against the USD over the last few months.

STRATEGY

In light of the above macroeconomic scenario, BCSF's strategy is likely to focus on the following;

- Allocation to TFCs will continue to be reduced so that NAV volatility can be minimized in the coming months.
- Continue to raise cash to ensure liquidity and ability to meet redemptions.

Credit Quality [31.12.10]

**Acknowledgement**

The Board is thankful to its valued investors, the Securities and Exchange Commission of Pakistan, the Trustees of the Fund, MCB Financial Services Limited and the Registrar, Technology Trade (Pvt) Limited. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company for the meticulous management of the Fund.

**For and on behalf of the
Board**

**Karachi
February 03, 2011**

**Muddassar Malik
Chief Executive Officer**

**AUDITORS' REPORT TO THE UNITHOLDERS ON
REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **BMA CHUNDRIGAR ROAD SAVINGS FUND** (the Fund) as at **31 December 2010** and the related condensed interim income statement and condensed interim statements of comprehensive income, distribution, cash flow and movement in unit holders' funds together with the notes forming part thereof (here-in-after referred to as the "interim financial information") for the six months' period then ended. Management Company (BMA Asset Management Company Limited) is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Emphasis of matter

Without qualifying our conclusion, we draw attention to note 9 to the condensed interim financial statements which explains the contingency regarding the applicability of Workers' Welfare Fund contribution amounting to Rs. 1.6 million. In this regard, no provision has been considered necessary in these condensed interim financial statements as the Management Company of the Fund expects that the constitutional petition pending in the Honorable High Court of Sindh on the subject will be decided favorably.

REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

Report of the Trustee Pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

BMA Chundrigar Road Savings Fund , an open-end Scheme established under a Trust Deed dated April 19, 2007 executed between BMA Asset Management Company Limited, as the Management Company and MCB Financial Services Limited, as the Trustee . The Scheme was authorized by Securities and Exchange Commission of Pakistan (Commission) on May 18, 2007.

1. BMA Asset Management Company Limited, the Management Company of BMA Chundrigar Road Savings Fund, has in all material respects, managed BMA Chundrigar Road Savings Fund during the six months period ended December 31, 2010 in accordance with the provisions of the following:
 - (i) the limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement

For the purpose of information, the attention of unit holders is drawn towards auditor's report and note 9 of the condensed interim financial statements which explains the contingency regarding the applicability of Worker's Welfare Fund contribution amounting to Rs. 1.6 million.

Karachi: February 11, 2011

Khawaja Anwar Hussain
Chief Executive Officer
MCB Financial Services Limited

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2010

	Note	December 31, 2010 Rupees (Un-Audited)	June 30, 2010 Rupees (Audited)
ASSETS			
Bank balances	5	662,590	34,457,434
Investments	6	169,588,087	312,022,127
Mark-up / interest receivable	7	3,986,388	9,633,092
Preliminary expenses and floatation costs		1,644,782	2,148,338
Deposits, prepayments and other receivables		<u>3,175,421</u>	<u>3,158,681</u>
Total assets		179,057,268	361,419,672
LIABILITIES			
Remuneration payable to Management company		227,727	452,963
Remuneration payable to Trustee		33,973	55,571
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)		97,746	692,371
Payable to unit holders against redemption of units		-	413,161
Accrued expenses and other liabilities	8	<u>2,783,065</u>	<u>3,790,123</u>
Total liabilities		3,142,511	5,404,189
NET ASSETS		<u>175,914,757</u>	<u>356,015,483</u>
CONTINGENCY	9	-	-
Unit Holders' Fund (As per statement attached)		<u>175,914,757</u>	<u>356,015,483</u>
Number of units in issue		<u>17,065,558</u>	<u>33,853,364</u>
Net asset value per unit - Rupees		<u>10.31</u>	<u>10.52</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director

CONDENSED INTERIM INCOME STATEMENT
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2010
(UN-AUDITED)

Note	Half-year ended		Quarter ended		
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009	
----- Rupees -----					
INCOME					
Mark up / interest income on investments, bank balances and term deposits	10	12,797,880	79,731,806	4,769,048	50,985,895
Net (loss) / gain on investments 'designated at fair value through profit and loss upon initial recognition'					
(Loss) / gain on sale of investments designated at fair value through profit and loss upon initial recognition – net		(17,353,950)	(765,906)	(2,870,311)	739
Unrealised gain / (loss) on investments designated at fair value through profit and loss upon initial recognition – net		30,207,538	(1,353,351)	3,063,100	10,165,528
		12,853,588	(2,119,257)	192,789	10,166,267
Reversal of provision against non-performing asset – net		-	42,957,416	-	2,906,697
Element of income / (loss) and capital gains / (loss) included in prices of units issued less those in units redeemed		3,233,385	(12,482,055)	2,081,428	(15,986,010)
Other Income		256,375	158,520	256,375	158,520
Total income		29,141,228	108,246,430	7,299,640	48,231,369
EXPENSES					
Remuneration to the Management Company		1,954,916	9,488,659	786,175	5,342,454
Remuneration payable to the Trustee		265,651	745,514	117,270	404,657
Annual Fee – SECP		97,746	474,433	39,309	267,123
Custody and settlement charges		25,767	58,624	11,687	28,065
Amortisation of preliminary expenses and floatation costs		503,556	503,556	251,778	251,778
Brokerage		72,283	72,386	14,986	38,641
Auditors' remuneration		244,668	358,296	128,557	189,288
Bank charges		6,052	16,812	2,433	11,238
Other expenses		209,778	215,815	118,478	98,264
Total expenses		3,380,417	11,934,095	1,470,673	6,631,508
NET INCOME		25,760,811	96,312,335	5,828,967	41,599,861
Earnings per unit	11	-	-	-	-

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2010
(UNAUDITED)

	<u>Half-year ended</u>		<u>Quarter ended</u>	
	<u>December 31, 2010</u>	<u>December 31, 2009</u>	<u>December 31, 2010</u>	<u>December 31, 2009</u>
	----- Rupees -----			
Net income for the period	25,760,811	96,312,335	5,828,967	41,599,861
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	25,760,811	96,312,335	5,828,967	41,599,861

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director

CONDENSED INTERIM DISTRIBUTION STATEMENT
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2010
(UNAUDITED)

	Half-year ended		Quarter ended	
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009
	----- Rupees -----			
Undistributed income / (loss) brought forward [includes unrealized loss on investments of Rs. 0.5 million (2009: Rs. 1.9 million) and realized loss of Rs. 170.2 million (2009: Rs. 167.7 million)]	17,584,232	(36,625,633)	(467,399)	18,086,841
Final distribution of bonus units for the year ended 30 June 2010: Rs. 1.1220 per unit dated 07 July 2010.	(37,983,475)	-	-	-
Net income for the period	25,760,811	96,312,335	5,828,967	41,599,861
Undistributed income carried forward [includes unrealized loss on investments of Rs. 61.7 million (2009: Rs. 63.2 million) and realized loss of Rs. 208.8 million (2009: Rs. 108.6 million)]	5,361,568	59,686,702	5,361,568	59,686,702

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director

CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED DECEMBER 31, 2010
(UNAUDITED)

	Note	December 31, 2010	December 31, 2009
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period		25,760,811	96,312,335
Adjustments for:			
Mark up / interest income on investments, bank balances and term deposit		(12,797,880)	(79,731,806)
Loss on sale of securities		17,353,950	765,906
Unrealised gain on Investments at fair value through income statement – net		(30,207,538)	1,353,351
Amortisation of preliminary expenses and floatation cost		503,556	503,556
Reversal of provision against non-performing assets		-	(42,957,416)
Other income		(256,375)	(158,090)
Element of (income)/loss and capital (gains)/loss included in prices of units issued less those in units redeemed – net		(3,233,385)	12,482,055
		(28,637,672)	(107,742,444)
Increase in assets			
Deposit, prepayments and other receivables		(16,740)	(104,961,906)
		(16,740)	(104,961,906)
Increase / (decrease) in liabilities			
Remuneration payable to the Management company		(225,236)	340,625
Annual fee payable to Securities and Exchange Commission of Pakistan		(594,625)	(1,375,747)
Remuneration payable to the Trustee		(21,598)	19,465
Payable to unit holders against redemption of units		(413,161)	15,592,407
Accrued expenses and other liabilities		(1,007,058)	(1,136,607)
		(2,261,678)	13,440,143
Purchase of investments		(88,284,863)	(605,890,076)
Proceed from sale of investments		243,828,865	654,922,300
Markup / interest income received		18,444,585	76,261,753
Net cash generated from operating activities		168,833,308	22,342,105
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from issue of units		17,700,000	1,617,389,533
Payments for redemption of units		(220,328,152)	(1,755,340,028)
Net cash used in financing activities		(202,628,152)	(137,950,495)
Net decrease in cash and cash equivalents		(33,794,844)	(115,608,390)
Cash and cash equivalents at beginning of the period		34,457,434	277,366,153
Cash and cash equivalents at the end of the period	13	662,590	161,757,763

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2010
(UNAUDITED)

	Half-year ended		Quarter ended	
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009
----- Rupees -----				
Net assets at the beginning of the period	356,015,483	1,154,660,171	250,814,225	1,176,504,255
Cash received on issue of units*	17,700,000	1,617,389,533	2,000,000	1,170,477,487
Cash paid / payable on redemption of units**	(220,328,152)	(1,755,340,028)	(80,647,007)	(1,279,063,547)
	(202,628,152)	(137,950,495)	(78,647,007)	(108,586,060)
	153,387,331	1,016,709,676	172,167,218	1,067,918,195
Element of (income) / loss and capital (gain) / loss included in prices of units issued less those in units redeemed	(3,233,385)	12,482,055	(2,081,428)	15,986,010
Net income for the period	25,760,811	96,312,335	5,828,967	41,599,861
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	25,760,811	96,312,335	5,828,967	41,599,861
Net assets at the end of the period	175,914,757	1,125,504,066	175,914,757	1,125,504,066

	----- Number of units -----			
* Number of units issued	5,710,490	157,151,843	196,327	112,568,656
** Number of units redeemed	22,498,296	169,698,749	8,269,170	121,828,660

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2010
(UN-AUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** BMA Chundrigar Road Savings Fund (the Fund) was established in Pakistan under a Trust Deed executed on April 19, 2007 between BMA Asset Management Company Limited, as the Management Company and MCB Financial Services Limited, as the Trustee and authorised under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) by Securities and Exchange Commission of Pakistan (SECP) on May 18, 2007.
- 1.2** The Management Company of the Fund has been licensed to act as an asset management company under the NBFC Rules by the SECP. The registered office of the Management Company is situated at 801 Unitower, I.I. Chundrigar Road, Karachi.
- 1.3** The Fund is an open-ended mutual fund listed on the Karachi Stock Exchange (Guarantee) Limited. Units are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering them to the Fund except for the units issued to core investors which are not redeemable for a period of two years from the date of issue.
- 1.4** The Fund seeks to provide its investors attractive income with concern for preservation of capital by investing in all fixed income and money market instruments of low risk and short duration to generate attractive rates of returns.
- 1.5** Title to the assets of the Fund is held in the name of MCB Financial Services Limited as a trustee of the Fund.

2. BASIS OF PREPARATION

- 2.1** These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan.
- 2.2** The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2010.
- 2.3** These condensed interim financial statements are un-audited but subject to limited scope review by the auditors.

.3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these financial statements are consistent with those of the previous financial year except as follows:

The Fund has adopted the following amended IFRS and related interpretations which became effective during the period:

IAS 32 - Financial Instruments: Presentation - Classification of Rights Issues (Amendment)

IFRIC 19 - Extinguishing Financial Liabilities with Equity Instruments

In April 2009, International Accounting Standards Board issued amendments to various standards primarily with a view to removing inconsistencies and clarifying wording. These improvements are listed below:

IAS 1 – Presentation of Financial Statements

IAS 7 – Statement of Cash Flows

IAS 36 – Impairment of Assets

IAS 39 Financial Instruments: Recognition and measurement.

4. ESTIMATES

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimating uncertainty are the same as those that applied to the financial statements as at and for the year ended June 30, 2010.

	Note	December 31, 2010 (Rupees) (Un-Audited)	June 30, 2010 (Rupees) (Audited)
5. BANK BALANCES			
Current accounts		6,208	6,568
PLS savings account	5.1	656,382	34,450,866
		<u>662,590</u>	<u>34,457,434</u>

5.1 These carry mark-up rates ranging from 4.89% to 12.25% per annum. (June 30, 2010: 4.89% to 12.35%).

	Note	December 31, 2010 (Rupees) (Un-Audited)	June 30, 2010 (Rupees) (Audited)
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6. INVESTMENTS
Designated at fair value through profit or loss upon initial recognition

- Listed term finance certificates and sukus	6.2	61,829,818	111,326,295
- Unlisted term finance certificates and sukus	6.3	107,758,269	128,831,257
- Government securities	6.4	-	71,864,575
		<u>169,588,087</u>	<u>312,022,127</u>

Held to maturity

- Certificate of investment / Certificate of deposits	6.5	-	-
		<u>169,588,087</u>	<u>312,022,127</u>

6.1 Cost of investments amount to Rs. 206,145,461 (30 June 2010: Rs.298,934,226)

6.2 Listed term finance certificates

All term finance certificates have a face value of Rs.5,000 unless stated otherwise.

Name of Security	Note	As at July 01, 2010	Purchased during the period	Sold During the period	As at December 31, 2010	Carrying Value as at December 31, 2010	Percentage of total investment on the basis of carrying value	Percentage of investment in relation to net assets of the fund	Percentage of investment in relation to the issued capital of the investee company
------(Number of Certificates)-----						(Rupees)			
Quoted									
Technology and communication									
Pakistan Mobile Communication Limited (28-10-08)		5,500	-	5,500	-	-	-	-	-
Banks									
United Bank Limited-IV (14-02-08)		-	15,650	15,650	-	-	-	-	-
Soneri Bank Limited (05-05-05)		-	474	474	-	-	-	-	-
Miscellaneous									
Pace Pakistan Limited (15-02-08)		18,000	-	5,250	12,750	61,829,818	36.46%	35.15%	4.12%
Total						<u>61,829,818</u>	<u>36.46%</u>	<u>35.15%</u>	<u>4.12%</u>

6.3 Un-listed term finance certificates and sukuk

Name of Security	Note	As at July 01, 2010	Purchased / Issued during the period	Sold during the period	As at December 31, 2010	Carrying value as at December 31, 2010	Percentage of total investments on the basis of carrying value	Percentage of investment in relation to net assets of the Fund	Percentage of investment in relation to the issued capital of the investee company
----- (Number of Certificates) -----						(Rupees)			
Unquoted									
Connected person:									
Sugar industry									
Al Abbas Sugar Mills (Private) Limited (21-11-07)		9,000	-	9,000	-	-	-	-	-
Others:									
Fertilizer									
Engro Chemical Pakistan Limited (18-03-07)		3,000	-	3,000	-	-	-	-	-
Cement									
Maple Leaf Cement - Sukuk Issue (03-12-07)		24,000	-	1,000	23,000	72,060,372	42.49%	40.96%	9.01%
Maple Leaf Cement – Sukuk Issue (31-03-10)		-	900	-	900	3,168,266	2%	1.80%	3.96%
Kohat Cement Limited - Sukuk Issue (20-12-07)		10,000	-	-	10,000	32,529,631	19.18%	18.49%	13.01%
						107,758,269	63.54%	61.25%	25.98%
Cable & electronics									
New Allied Electronics (Private) Limited- term finance certificates (15-05-07)	6.3.1	10,000	-	-	10,000	21,472,757	-	-	-
New Allied Electronics (Private) Limited – Sukuk Issue (22-07-07)		16,000	-	-	16,000	4,721,001	-	-	-
Provision against New Allied Electronics (Private) Limited- Term Finance Certificates and sukuk Issue						(26,193,758)	-	-	-
Investment Companies									
KASB Securities (Private) Limited (27-06-07)		-	2,000	2,000	-	-	-	-	-
Total						107,758,269	63.54%	61.25%	25.98%

6.3.1 Provision against non-performing debt securities

This includes investment aggregating to Rs. 26.19 million against which the investee company had not made payments at the contractual dates. The overdue principal and mark-up receivable against these amounted to Rs. 23.66 million and Rs. 1.38 million, respectively. As of the statement of assets and liabilities date, the above term finance certificates / sukuk are classified by MUFAP as non-performing debt securities and accordingly the management is carrying the provision of Rs. 26.19 million against the investment in accordance with the requirements of Circular No.01 dated 06 January 2009, issued by the SECP and the provisioning policy approved by the Board.

6.4 Government securities

Type of Instrument	Issue date	Tenor (years)	Face Value	Profit Mark-up Rate %	----- (Quantity) -----					Carrying Value as at December 31, 2010 (Rupees)
					As at July 01, 2010	Purchased during the period	Sold during the period	Matured during the period	As at December 31, 2010	
PIB	3-Sep-09	10 Years	100	12%	250,000	-	250,000	-	-	-
PIB	30-Aug-08	10 Years	100	12%	500,000	-	500,000	-	-	-

	December 31, 2010 (Rupees) (Un-Audited)	June 30, 2010 (Rupees) (Audited)
6.5 Held to Maturity		
Certificate of Investment (COI)		
First Dawood Investment Bank Limited	35,000,000	35,000,000
Provision for impairment against investment classified as held to maturity	6.5.1 <u>(35,000,000)</u>	<u>(35,000,000)</u>
	<u>-</u>	<u>-</u>

6.5.1 First Dawood Investment Bank Limited (FDIBL) made a default in repayment of principal against COI amounting to Rs.35 million due on October 23, 2008. The Fund filed a suit for the recovery of the investment. The fund filed a suit and a decree was issued in favor of the Fund on May 07, 2010. FDIBL has appealed against the decree obtained by the Fund in the High Court of Sindh, Karachi, which is pending adjudication. The Fund's legal counsel on the merits of the case is confident that the Fund will recover its investment from FDIBL. However, on the basis of prudence the management has made a provision against the said investment.

6.6 Details of Non-compliant investments with the investment criteria of assigned category and constitutive documents

Name of non-compliant investment	Type of investment	Value of Investment before provision	Provision held if any	Value of investment after provision	% of Net Assets	% of Gross Assets
		------(Rupees)-----				
Kohat Cement Limited - sukuk (20-12-07)	Sukuk	32,529,631	-	32,529,631	18.49%	18.17%
Maple Leaf Cement Factory Limited – sukuk	Sukuk	75,228,638	-	75,228,638	42.76%	41.96%
Pace Pakistan Limited (15-02-08)	TFC	61,829,818	-	61,829,818	35.15%	34.54%

	December 31, 2010 (Rupees) (Un-Audited)	June 30, 2010 (Rupees) (Audited)
7. MARK-UP / INTEREST RECEIVABLE		
On		
Bank deposits	153,942	-
Investments		
-Term finance certificates / sukuku	3,832,446	6,643,502
- Government securities	-	2,989,590
	<u>3,986,388</u>	<u>9,633,092</u>
8. ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration	277,992	357,545
Sales load payable	47,928	47,928
Preliminary expenses and floatation costs	2,000,000	3,000,000
Others	457,145	384,650
	<u>2,783,065</u>	<u>3,790,123</u>

9. CONTINGENCY

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF ordinance). As a result of this amendment, the WWF Ordinance has become applicable to all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh, challenging the applicability of WWF to the CISs, which is pending adjudication.

Subsequently, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. This clarification was forwarded by Federal Board of Revenue (FBR) (being the collecting agency of WWF on behalf of the Ministry) to its members for necessary action. Based on this clarification, the FBR also withdrew notice of demand which it had earlier issued to one of the mutual funds for collection of WWF. Notices of demand have also been issued to several other mutual funds and the matter has been taken up by the respective mutual funds with the FBR for their withdrawal on the basis of the above referred clarification of the Ministry.

On December 14, 2010, the Ministry filed its response to the constitutional petition pending in the Court on the subject of WWF applicability to the mutual funds. As per the legal counsel handling the case, there is a contradiction between the earlier clarification issued by the Ministry on the matter and the response filed by the Ministry in the Court recently.

The Management Company believes that there is no need to make provision on account of WWF contribution in the financial statements amounting to Rs. 1.6 million. Further, the Management Company also expects that the constitutional petition pending in the Honorable High Court of Sindh on the subject as referred above will be decided in favour of the mutual funds.

10. MARK-UP / INTEREST INCOME	Half-year ended		Quarter ended	
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009
On:	-----Rupees----- ------(Unaudited)-----			
- Bank balance and term deposit accounts	3,112,668	22,544,046	1,443,107	14,546,251
- Investments				
Term Finance certificates and sukuk certificates	8,912,542	44,108,549	3,325,941	27,601,674
Certificates of Investment	-	1,659,799	-	485,372
Government securities	772,670	11,419,412	-	8,352,598
	<u>12,797,880</u>	<u>79,731,806</u>	<u>4,769,048</u>	<u>50,985,895</u>

11. EARNINGS PER UNIT

Earnings per unit (EPU) for the period has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

12. TAXATION

Based on the expectation of distribution of 90% or more income to the unit holders excluding unrealised / realised gains on investments to enable the Fund to claim exemption allowed by clause 99 of the part I of the second schedule to the Income Tax Ordinance, 2001, no provision for tax has been made in these condensed interim financial statements.

13. CASH AND CASH EQUIVALENTS	December 31, 2010	December 31, 2009
	(Rupees) (Un-Audited)	(Rupees) (Un-Audited)
Current accounts	6,208	7,430
PLS savings account	656,382	11,750,333
Term deposit accounts – 3 months maturity	-	150,000,000
	<u>662,590</u>	<u>161,757,763</u>

14. TRANSACTIONS WITH CONNECTED PERSON

Related parties / Connected persons include BMA Asset Management Company Limited (the Management Company), BMA Empress Cash Fund, BMA Capital Management Limited (the holding company of the Management Company), BMA Financial Services Limited, BMA Capital Management Limited Staff Provident Fund and MCB Financial Services Limited (the Trustee). Transactions with connected persons can be summarised as follows:

	Half-year ended		Half-year ended	
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009
	Units		Rupees	
	------(Unaudited)-----			
Transaction with connected person / related parties				
BMA Asset Management Company Limited (the Management Company)				
- Issue of units	-	8,160,836	-	85,000,000
- Redemption of units	-	19,841,685	-	201,724,047
BMA Capital Management Limited (the holding company of the Management Company)				
- Issue of units	-	15,488,388	-	158,315,315
- Redemption of units	-	15,970,933	-	165,173,781
BMA Capital Management Limited - Staff Provident Fund				
- Redemptions of units	-	16,638,510	-	15,997,198
BMA Financial Services Limited				
- Issue of units	-	9,599,618	-	98,867,425
- Redemption of units	-	9,599,618	-	98,886,624
Unit holders with holding of 10% and above				
MCB Capital Management Limited				
- Issue of units	470,191	-	4,416,407	-
- Redemption of units	-	1,490,283	-	15,000,000
Zareen Gulgee				
- Issue of units	276,863	-	2,600,521	-
Directors and executives of the Management Company				
- Issue of units	5,014	-	47,097	-
- Redemption of units	12,599	-	115,350	-
	Half-year ended		Quarter ended	
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009
	-----Rupees-----			
	------(Unaudited)-----			
BMA Asset Management Company Limited (the Management Company)				
- Remuneration to the Management Company	1,954,916	9,488,659	786,175	5,342,454
MCB Financial Services Limited-the Trustee				
- Trustee fee	265,651	745,514	117,270	404,657
Al Abbas Sugar Mills Limited				
- TFCs Income	1,473,573	3,032,154	-	1,460,091
- Redemption in TFCs	-	(4,500,000)	-	(4,500,000)

	December 31, 2010	June 30, 2010	December 31, 2010	June 30, 2010
	-----Units-----		-----Rupees-----	
	(Un-Audited)	(Audited)	(Un-Audited)	(Audited)
Units Held by:				
- Directors and executives of the Management Company	<u>34,391</u>	<u>41,976</u>	<u>354,509</u>	<u>441,365</u>
Units holders with holding of 10% and above				
- MCB Capital Management Limited	<u>4,406,382</u>	<u>3,936,191</u>	<u>45,421,866</u>	<u>41,394,558</u>
- Zareen Guljee	<u>2,594,619</u>	<u>2,317,755</u>	<u>26,745,847</u>	<u>24,374,442</u>
Balances with connected persons / related parties				
MCB Financial Services Limited-the Trustee				
- Remuneration payable to Trustee			<u>33,973</u>	<u>55,571</u>
BMA Asset Management Company Limited				
- Remuneration payable to Management company			<u>227,727</u>	<u>452,963</u>
- Preliminary expenses and floatation costs due to Management Company			<u>2,000,000</u>	<u>3,000,000</u>

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 03rd February 2011.

16. GENERAL

16.1 Figures for the quarter ended December 31, 2010 and the corresponding figures for the quarter ended December 31, 2009 as reported in these condensed interim financial statements have not been subject to limited scope review by the external auditors.

16.2 Figures have been rounded off to the nearest rupee.

**For BMA Asset Management Company Limited
(Management Company)**

Muddassar Malik
Chief Executive Officer

Tashfin I Huq
Director