

**2<sup>nd</sup> Supplement**

**to the**

**Offering Document**

**of**

**ABL ISLAMIC FINANCIAL PLANNING FUND**

**(An Open End Shariah Compliant  
Fund of Funds Scheme)**

**Duly vetted by Shariah Advisor namely  
Fortune Islamic Services (Private) Limited**

**Managed by**

**ABL Asset Management Company Limited**

**Dated: July 26, 2016**

## **ABL Islamic Financial Planning Fund (ABL-IFPF) –2<sup>nd</sup> Supplementary Offering Document**

**Second Supplement dated July 26, 2016 to the Offering Document of ABL Islamic Financial Planning Fund (ABL-IFPF) issued on December 15, 2015.**

**Managed by ABL Asset Management Company Limited, an Asset Management Company licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003.**

Established in Pakistan under the Trust Act 1882 (11 of 1882) by a Trust Deed dated November 19, 2015 between ABL Asset Management Company Limited (the Management Company) and MCB Financial Services Limited (the Trustee), registered under Regulation 44 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The Shariah Advisor of the Fund i.e. Fortune Islamic Services (Pvt.) Limited has reviewed this 2<sup>nd</sup> Supplemental Offering Document of the ABL-IFPF and vetted that this Supplement to the Offering Document adheres to the principles of Shariah.

### **Objective of the Supplementary Offering Document**

ABL Asset Management is launching ABL Islamic Financial Planning Fund -Strategic Allocation Plan-II under ABL-IFPF via this Supplementary Offering Document, in compliance with the relevant regulations and as stated in Clause 2.2.7 of the Offering Document of ABL-IFPF.

Effective from July 26, 2016, the Offering Document has been amended to read in its entirety as follows:

#### **1. The following sub-clause has been added in clause 2.2**

- (e) ABL Islamic Financial Planning Fund -Strategic Allocation Plan-II

#### **2. The following sub-clause has been added in clause 2.2.1**

- (e) The “Strategic Allocation Plan-II” is an Allocation Plan under the “ABL Islamic Financial Planning Fund-” with an objective to earn a potentially high return through active allocation of funds between Islamic Equity scheme(s) and Islamic Income scheme(s) based on fundamental analysis of economic indicators, underlying asset values and a strategy of risk aversion to market volatility. Fund Manager will take a medium term strategic view of the portfolio assets to deliver competitive returns to investors. The duration of this plan is 24 months (Two Years). However, SECP or the Management Company may wind it up or revoke, on the occurrence of certain events as specified in the Regulations or clause no.10.4 of the offering document of ABL-IFPF.

#### **3. The following row has been added to the table under clause 2.2.2**

<b>Allocation Plan</b>	<b>Islamic Equity Scheme(s) Category</b>	<b>Islamic Income Scheme(s) Category</b>	<b>Shari’ah compliant bank deposits (excluding TDRs) in Islamic Banks / Islamic Windows of banks</b>
Strategic Allocation	0- 100%	0 - 100%	0-10%

Plan-II			
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**4. The following row has been added to the table under clause 2.2.4**

<b>Allocation Plan</b>	<b>Benchmark</b>
Strategic Allocation Plan-II	Weighted average return of KMI 30 Index and average 6 month deposit rate of three Islamic Banks, having minimum credit rating of A and above, based on the Plan's actual investment in the underlying Equity and Income Fund and/or in cash and/or near cash instruments.

**5. The following changes has been made in clause 2.2.8, para 2**

After the words, “and “Strategic Allocation Plan” ” the words “and “Strategic Allocation Plan-II” ” shall be inserted.

For the sake of clarity the amended para 2 in sub-clause 2.2.8 shall be read as under;

For “Active Allocation Plan” and “Strategic Allocation Plan” and “Strategic Allocation Plan-II”, the Management Company shall actively manage the allocations, from time to time, based on the outlook for the asset-classes, subject to the specified limits as per Clause 2.2.2.

**6. The following has been added after clause 2.2.13.4**

**2.2.13.5 Strategic Allocation Plan-II**

**Investment Policy:**

This allocation plan will be allocated between Shariah Compliant Equity CIS and Shariah Compliant Income CIS.

Asset Allocation means that the Management Company may, from time to time, change the allocations to Equity Scheme(s) and Income Scheme(s) based on fund manager's strategic view of economic indicators, investment time horizon and value of underlying assets.

Initially, the Management Company may seek to invest in the Collective Investment Schemes mentioned in Clause 2.2.3 of the Offering Document of ABL IFPF.

**Basic Features:**

- a) Term/ Duration of the allocation plan: The duration of Strategic Allocation Plan-II will be Twenty Four (24) months (Two Years) starting from first day of subscription period. However, the management company may change the duration of the plan with prior permission of the commission and by giving at least 90 days' notice to the plan investors.

- b) Subscription Period: The allocation plan will be open for subscription from \_\_\_\_\_ to \_\_\_\_\_, both days inclusive. Subscription for the allocation plan is for limited time period only.
- Class “B” Units shall be issued to investors at the Offer Price, during subscription period. The units may carry Front-end and a Contingent Load.
  - Class “D” may be issued as Bonus units and shall not be charged with any Front end Load and Contingent load.
  - Class “F” units which will be issued as “Dividend re-Investment units” in case of reinvestment of any Cash Dividends announced (as defined in clause 5.5 of the Offering Document of ABL IFPF) from time to time, net of any applicable taxes. These units shall not be charged with any Front end Load and Contingent load.
- c) After close of subscription period of this Plan, the subscription of new units will be suspended by the management company. The subscription may be re-opened after giving due notice and with approval by the commission.
- d) Front-end Load: 0 to 2% (not applicable during Pre-IPO). Management Company may waive the Front-end Load fully or partially at its own discretion to any investor.
- e) Contingent Load:  
Applicable in case of redemption of units before the Plan’s maturity.
- |   |             |
|---|-------------|
| - From Investment till 6 months           | 1.0% of NAV |
| - More than 6 months but less than 1 year | 0.5% of NAV |
| - More than 1 year                        | 0.0% of NAV |
- f) Back end Load Nil

**7. Substitution of Sub-Clause 3.17 (a)**

The Sub-Clause 3.17 (a) shall be substituted as follows;

- a) The Trustee, at the request of the Management Company, shall open Shariah Compliant Bank Account(s) titled:
1. MCBFSL Trustee ABL Islamic Financial Planning Fund-Conservative Allocation Plan
  2. MCBFSL Trustee ABL Islamic Financial Planning Fund -Aggressive Allocation Plan
  3. MCBFSL Trustee ABL Islamic Financial Planning Fund -Active Allocation Plan
  4. MCBFSL Trustee ABL Islamic Financial Planning Fund -Strategic Allocation Plan
  5. MCBFSL Trustee ABL Islamic Financial Planning Fund -Strategic Allocation Plan-II

for the Unit Trust at designated Islamic Banks or Islamic window of Conventional Banks inside or outside Pakistan, subject to the relevant laws, Trust Deed, Rules and Regulations, for collection, investment, redemption or any other use of the Trust’s Funds. The Management Company may also require the Trustee to open Shariah Compliant Bank Account(s) as Distribution Account(s) for dividend distribution out of the Unit Trust. Notwithstanding anything in the Deed, the beneficial ownership of the balances in the Accounts shall vest in the Unit Holders.

## **8. Substitution of Sub-Clause 4.4.4 (b)**

The Sub-Clause 4.4.4 (b) shall be substituted as follows;

- (b) Application for Purchase of Units shall be made by completing the prescribed Investment Application Form and submitting it to the authorized branches of the Distributor or to the Management Company together with the payment by cheque, bank draft, pay order or online transfer as the case may be in favor of Trustee Bank Account and crossed “Account Payee only” as specified below;

### **For Aggressive Allocation Plan:**

IPO and Post-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Aggressive Allocation Plan”

Pre-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Aggressive Allocation Plan – Pre-IPO”

### **For Conservative Allocation Plan:**

IPO and Post-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Conservative Allocation Plan” Pre-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Conservative Allocation Plan – Pre-IPO”

### **For Active Allocation Plan:**

IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Active Allocation Plan”

Pre-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Active Allocation Plan Pre-IPO”

### **For Strategic Allocation Plan:**

IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Strategic Allocation Plan”

Pre-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Strategic Allocation Plan Pre-IPO”

### **For Strategic Allocation Plan-II:**

IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Strategic Allocation Plan-II”

Pre-IPO: “MCBFSL Trustee – ABL Islamic Financial Planning Fund –Strategic Allocation Plan-II Pre-IPO”

The Account Holder may also make payment for Purchase of Units in favor of “MCBFSL Trustee ABLAMC Funds” provided that the account holder specifies name of the Allocation Plan and the Fund, along with relevant investment amount, in the Investment Application Form.

## **Addition of Clause 10.8**

### **10.8 REVOCATION AND LIQUIDATION OF “STRATEGIC ALLOCATION PLAN-II” AT END OF THE DURATION OF PLAN**

10.8.1 The Plan shall stand automatically dissolved after the end of the duration as specified in clause 2.2.13.4 (a) of this supplemental Offering document.

10.8.2 All Units in all forms (certificate and/ or electronic) shall stand automatically redeemed within Thirty (30) Business Days of the end of the duration of plan at the redemption price which shall

be determined by the Management Company after completion of the realization of all Investments of Strategic Allocation Plan.

- 10.8.3 The redemption proceeds shall be distributed amongst the Unit Holders via cheque/pay order/electronic transfer that will be sent to their registered address or via online account transfer as per the information given in the Purchase Application Form. The Management Company may also give Unit Holders the option of investing their redemption proceeds in any other Scheme offered by the Management Company.

### **11. Substitution of Annexure “B”**

The Annexure “B” shall be substituted as follows;

**ANNEXURE “B”  
Current Level of load**

**Current Level of Front End Load for A & B Class: up to 2% (Not applicable during Pre-IPO)**

*\*Management Company may waive the Front-end Load fully or partially at its own discretion to any investor  
Note: No sales load will be charged if the investor approaches directly for investment or where Transactions are done online, through website of the AMC.*

**Current Back-end Load: Nil**

**Current Contingent Load:**

<b>Allocation Plan</b>	<b>% of applicable NAV</b>	
Conservative	Nil	
Aggressive	Nil	
Active	Nil	
Strategic Allocation Plan & Strategic Allocation Plan-II	In case of redemption of units:	
	From investment till 6 months	1.0%
	More than 6 months but less than 1 year	0.5%
	More than 1 year	0.0%

**Current Level of Management Fee: 1.5% p.a.**

\*No Management Fee will be charged if the Fund invests in CIS managed by the Management Company

Any change in the load structure and/or management fee shall be notified after prior approval of the Commission through an addendum to this annexure **and/ as per the NBFC Regulations.**

**Cut-Off Time” / “Business Hours**

Any day on which local Stock Exchanges and banks are open for normal business in Pakistan

i. Current Cut-off Timing & Business Hours for dealing in Units:

Every Dealing Day – 9:00 am to 4:00 p.m.

ii. Current Cut-off Time for dissemination and announcement of NAV for Each Dealing Day: Latest by 10:30 a.m. on subsequent Dealing Day

Any change in the Cut-Off Timings/Business Hours including for the month of Ramadan shall be notified to investors/Unit-Holders via the Company’s website.