

1st Supplemental OFFERING DOCUMENT OF

Pak-Qatar Islamic Cash Fund

(An Open Ended Shariah Compliant Money Market Scheme)

Risk Profile: Very Low

Risk of Principal Erosion: Principal at Very Low Risk

Duly vetted by Mufti Dr. Muhammad Zubair Usmani (SECP/IFD/SA/024)

MANAGED BY

Pak Qatar Asset Management Company Limited

Pak Qatar Islamic Cash Fund – 1st Supplementary Offering Document

First Supplement dated December 28, 2023 to the Offering Document of Pak Qatar Islamic Cash Fund (PQICF). Managed by Pak Qatar Asset Management Company Limited an Asset Management Company licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003.

PQICF has established through a Trust Deed (the Deed) dated 28th June 2022, under the Sindh Trusts (Amendment) Act, 2021 entered into and between Pak-Qatar Asset Management Limited, the Management Company.

The Management Company has decided to amend the following clauses of Pak Qatar Islamic Cash Fund, accordingly annexure B shall be substituted as under:

Amendment to Clause 1.6.2(2) To be read as:

Pak Qatar Cash Plan (PQCP)

Amendment to Clause 2.1.7(c) To be read as:

Minimum initial investment of PKR 1,000,000, PKR 1,000 thereafter

Amendment to Clause 2.1.10(c) To be read as:

Minimum initial investment PKR 1,000,000, PKR 1,000 thereafter

Amendment to Clause 2.3(c)(xxxi) To be read as:

Time to maturity of any asset shall not exceed six months with the exception of Government Debt Securities to be raised and traded through Pakistan Stock Exchange where time to maturity shall not exceed one year.

This exception is applicable for a period of 12 months from December 06, 2023 and will be revoked accordingly unless further extended by the SECP.

Removal of Clause 4.4.1 & 4.4.2:

Addition of New Clauses To be read as:

- 4.4.1 Investors of the Fund may opt for an Administrative Plan over the Fund at any time to attain a regular periodic income to support their liquidity requirements.
- 4.4.2 If investment amount falls below Rs.100,000 (Rupees One Hundred Thousand Only) at any time during the life of investment, features of Administrative Plan will seize for the investor
- 4.4.3 All Units issued under the Administrative Plan shall rank pari passu with units of the Plan.
- 4.4.4 The investor can opt either one of the following options:
- 4.4.4.1 **Fixed Periodic Payment:** Investors of the Plan may opt for this Administrative Plan to attain a regular periodic payment to support their liquidity requirements. The Fixed Periodic Payment Unit Holders shall, at the time of purchase or beginning of a Regular Interval (i.e. monthly, quarterly, semi-annually, or annually), specify a fixed cash amount required by them at Regular Intervals and authorize the Management Company to redeem (at the prevailing NAV) such number of units from their holding that in rupee terms is equivalent to the specified fixed amount required at the end of every Regular Interval. Such amount shall include investment appreciation, as well as principal amount

Warning: In Fixed Periodic Payment Plan, the principal amount may be reduced in case sufficient returns are not earned by the Fund to cover the amount required by the Unit Holder. Therefore, the resulting payment may lead to the erosion of principal.

Minimum amount of investment for Fixed Periodic Payment Administrative Plan would be Rs. 100,000. The Management Company may alter the minimum amount at its discretion by giving a prior notice of at least 30 days. However, enhancement in current minimum monetary investments shall not take effect retrospectively.

If investment amount falls below Rs. 100,000 at any time during the life of investment, features of Administrative Plan will seize for the investor.

- 4.4.4.2 **Percentage of Investment Appreciation:** The Unit Holders shall receive income in cash (through redemption of units) to the extent of percentage of investment appreciation specified by him in the investment form at the end of every Regular Interval (i.e. monthly, quarterly, semi-annually or annually). However, the principal amount shall remain intact at year end until and unless the unit holder redeems the principal amount.

Note: Investment Appreciation means the increase in investment value during a given interval over the principal amount of investments. Principal amount is the amount of investments as increased /

reduced by investments / redemptions and accumulated profits (if any) net off any Load and taxes thereon (if any).

Warning: Administrative Plan options will be subject to relevant tax regulations, which may impact the principal in an adverse manner.

Minimum amount of investment for Percentage of Investment Appreciation under Administrative Plan would be Rs. 100,000. The Management Company may alter the minimum amount at its discretion by giving a prior notice of at least 30 days. However, enhancement in current minimum monetary investments shall not take effect retrospectively.

If investment amount falls below Rs. 100,000 at any time during the life of investment, features of Administrative Plan will cease for the investor.

- 4.4.5 The periodic payment shall be made by redeeming the required number of Units. The amount so redeemed shall be transferred to the designated bank account within six (6) working days of the redemption.
- 4.4.6 The payment shall be processed by the Management Company on the 25th of each month. Provided that if the 25th of the last month of a certain regular interval is not a Dealing Day the redemption arrangement of Units would be transferred to the next Dealing Day.
- 4.4.7 Unit Holders may switch over to any of the other options or withdraw funds from the option at any stage by submitting the prescribed form to the Distributor/ Management Company.
- 4.4.8 The Administrative Plans may be discontinued by the Management Company at any time by giving a prior notice of 30 days to the Unit Holders.

Amendment to Clause 4.6.5.1 To be read as:

For Pak-Qatar Daily Dividend Plan (PQDDP)

Initially Units shall be issued at Par Value of Rs 100, with a minimum initial investment amount of Rs. 1,000,000 (Rupees One Million only) and thereafter the minimum amount for investment would be Rs.1,000/- (Rupees One Thousand only) per transaction, at applicable NAV or purchase price, other than reinvestment of Dividend and Bonus Units.

Amendment to Clause 4.6.5.2 To be read as:

For Pak-Qatar Cash Plan (PQCP)

Initially Units shall be issued at Par Value of Rs 100, with a minimum initial investment amount of Rs. 1,000,000 (Rupees One Million only) and thereafter the minimum amount for investment would be Rs.1,000/- (Rupees One Thousand only) per transaction, at applicable NAV or purchase price, other than reinvestment of Dividend and Bonus Units.

Amendment to Clause 4.6.6(c)(i) To be read as:

The Purchase (Offer) Price shall be equal to the sum of the Net Asset Value (NAV) as of the close the preceding Business Day (in the event there are close days, for any reason, following that business day the NAV so determined shall be adjusted for the accrual of income or losses if any for such close days) (Backward price). The Purchase (Offer) Price so determined for a Business Day shall apply to purchase requests, complete in all respects, received by the Distributor and/or Management Company on that Business Day;

Amendment to Clause 4.6.7(a) To be read as:

The Purchase Price determined for the business day on which subscription money has been realized shall apply to all Investment Request Forms, complete in all respects, received by the Management Company at its registered address or by the Distributor at its Authorized Branch(es) during Business Hours on that Dealing Day. Any Investment Request Forms received after Business Hours will be transferred to the next Dealing Day.

Amendment to Clause 5.3 To be read as:

Payment of Dividend

All unit holders appearing in the register of Unit Holders will be entitled for dividend and the amount of dividend shall be reinvested after deduction of all applicable taxes and Charges, if any.

Addition of New Clause 4.6.11 To be read as:

Same Day Redemption

To receive payment within the same Business day, duly completed redemption form(s) must be received by the Management Company before 9:30 a.m., failing which the redemption request(s) will be carried over to the next Business day. Anyone inside the premises of Investment Center /Distribution Centre at 9:30 a.m. with duly completed application form shall be deemed to have submitted the application before 9:30 a.m. Every Investor submitting the redemption form will be given an acknowledgement of the application that shall carry time and date. The Cut-off Time may be altered by the Management Company from time to time with prior approval of the SECP.

In case of Same Day Redemption:

- i. payment shall be dispatched the same business day where the mode of payment is through cheque/draft/pay order; OR
- ii. payment instructions shall be initiated before the end of banking hours on the same business day to the respective account of the account holder where the mode of payment is through on-line transfers. Payment will be credited depending on bank timing of designated bank(s) which may vary from bank to bank.
- iii. All bank charges (for online transfer, if levied), shall be borne by the Client.

It has to be clarified here that the Management Company will not be responsible for any acts or omissions on the part of the bank in concern and delays that may emanate due to their internal or external clearing systems. The Management Company will endeavor to honor same day redemption, if redemption requests are received in accordance with this Clause and would depend upon the monetary limit for same day clearing as imposed by the State Bank of Pakistan. The Management Company will have the right to accept or defer any

redemption request in such case beyond the above mentioned stipulated time to a maximum of three Business Days from the date of receipt of a properly documented request for redemption of Units, provided that the redemption is not suspended before the day on which application is submitted or if the application had been received on the day on which the redemption was suspended.

Amendment to Clause 4.9.1 To be read as:

The units shall be redeemed based on the redemption price that is fixed on the basis of the NAV determined on the business day prior to the receipt of such form (backward pricing/known pricing) less:

- (a) Any Back-end Load as per the details in this Offering Document; and;
- (b) Such amount as the Management Company may consider an appropriate provision for Duties and Charges and other levies etc; and
- (c) Such amount as the Management Company may consider an appropriate provision for Transaction Costs;
- (d) Such sum shall be adjusted to the nearest fourth decimal place

In order to facilitate the Investors, same day redemptions under a methodology as indicated in 4.6.11 will be allowed by the Management Company to work subject to clauses 4.9.2 mentioned above. Redemption applications will be processed at applicable NAV and payment will be made into the account of the Unit Holder

Level of all back end loads shall be disclosed in the Offering Document. An increase in Back End load will require 30 days prior notice to the Unit Holder or any other period as specified in the Regulations.

Amendment to Clause 5.1 To be read as:

Management Company shall decide as soon as possible but not later than forty-five days after the Accounting Date / interim period whether to distribute among Unit Holders, profits, either in form of bonus Units or cash dividend, if any, available for the distribution at the end of the Accounting Period and shall advise the Trustee of the amount of such distribution per Unit. The Fund will comply with regulatory and taxation requirements and the distribution policy may be amended accordingly. The Management Company on behalf of the Scheme shall, for every accounting year, distribute by way of dividend to the Unit Holders, not less than ninety per cent of the accounting income of the Collective Investment Scheme received or derived from sources other than realized and unrealized capital gains as reduced by such expenses as are chargeable to a Collective Investment Scheme under the Regulations. For the purpose of this Clause the expression "accounting income" means income calculated in accordance with the requirements of International Accounting Standards (IAS) as are notified under the Companies Act 2017, the Regulations and the directives issued by SECP. Wherever the requirement of Regulations or the directives issued by SECP differs with the requirement of IAS, the Regulations and the said directives shall prevail. For Daily Dividend Plan, the dividend shall be distributed on a daily basis and that dividend shall be re-invested after deducting applicable taxes. By distributing dividend on a daily basis, the Management Company shall ensure that total distribution in an Accounting period accumulates to an amount that is required under the tax laws and other regulations in force to be distributed and that may be beneficial for its Unit Holders. The Fund will comply with regulatory and taxation requirements and the distribution policy may be amended accordingly after consent of Trustee and intimation to SECP. Further provided that dividend amount less than Rs. 0.01 shall not be taken into account and dividend shall not be entitled if holding in register of any unit-holder(s) is less than one unit. In case during the financial year, NAV falls below the par value, the dividend distribution shall be stopped immediately till the NAV reaches the par value. However, in case where the NAV at the end of Financial Year is below the par; the Fund shall treat below par value as a par value for next financial year. Dividend will be distributed to the Unit Holder(s) appearing in the register within cutoff timing as mentioned

in this offering document on a daily basis. Unit Holder(s) having discrepancies of any type will not be eligible for dividend distribution purposes unless all the discrepancies are removed

Amendment to Clause 5.2 To be read as:

The amount available for distribution in respect of any Accounting Period shall be determined by the Management Company and shall be the sum total of:

- a) The total income earned on the Trust Property during such Accounting Period including all amounts received in respect of dividend, mark-up, profit etc.
- (b) Whole or part of the realized and/or unrealized appreciation of Investment Assets, at the option of the Management Company.
- (c) From the above amounts shall be deducted expenses and such other adjustment as the Management Company may determine.

Amendment to Table of Business Hour ad Cut off Time in Annexure ‘B’ To be read as:

Business Hours	Cut off Time
Monday to Friday 9:00am to 5.00 pm	Monday to Thursday 9:00am to 4:00 pm Friday 9:00am to 4:00 pm
	Same Day Cut-off Time Redemption Monday to Friday 9:00 am to 9:30 am