

ABL Special Saving Fund (ABL-SSF) – 1st Supplementary Offering Document

1st Supplement

To the

Offering Document

of

**ABL SPECIAL SAVINGS FUND
(An Open End Capital Protected Scheme)**

Managed by

ABL Asset Management Company Limited

Dated: September 17, 2019

ABL Special Savings Fund (ABL-SSF) – 1st Supplementary Offering Document

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

ABL Special Savings Fund (ABL-SSF) has been established through a Trust Deed (the Deed) dated June 14, 2019 under the Trust Act, 1882 entered into and between ABL Asset Management Company Limited (ABLAMC), as the Management Company and Central Depository Company of Pakistan Limited (CDCPL), as the Trustee.

Objective of the Supplementary Offering Document

ABL AMC is introducing ABL Special Savings Plan-II (ABLSSF-SSP-II) via this Supplementary Offering Document, in compliance with the relevant regulations and as stated in Clause 1.10 & Clause 2.2.3 of the Offering Document of ABLSSF.

Words and expressions used but not defined in this Supplemental shall have the same meanings as are assigned to them in Offering Document of ABLSSF and any Supplemental thereto.

SECP has approved this Supplementary Offering Document vide its letter No: **SCD/AMCW/ABLAMCL/65/2019** dated **September 17, 2019** under regulation 54 of NBFC Regulations 2008. It must be clearly understood, that in giving this approval, SECP does not take any responsibility of the financial soundness of the Plan nor for the accuracy of any statement made in this Supplementary Offering Document.

1. The following sub-clause has been added/amended under clause 2.2 of the Offering Document and read as follows:

Under ABL Special Savings Fund (ABL-SSF), ABL Asset Management Company Limited (ABL AMC) shall provide a new allocation plan, namely ABL-Special Savings Plan- II (ABLSSP-II).

This new allocation plan shall provide investors a means to earn potentially high returns on fixed income instruments while providing an opportunity to protect their principal investment subject to holding period of six months or more from the date of investment in the Plan-II. This allocation plan shall allocate in Sovereign money market instruments and Bank placements/TDRs as elaborated in the Authorized Investment Table:

2. The following sub-clause has been added/ amended under clause 2.2.1 of the Offering Document and read as follows:

1. Investment Objective of – ABL Special Savings Plan –II (ABL SSP-II)

The “ABL Special Savings Plan-II (ABLSSP-II)” is a perpetual Allocation Plan under “ABL Special Savings Fund” with an objective to earn competitive return with capital protection for unit holders who retain their investment in the Plan for a period of Six (6) months or more from date of their investments in the Plan..

3. The following sub-clause has been added/ amended under clause 2.2.3 of the Offering Document and read as follows:

Benchmark:

Plan	Benchmark
ABL Special Savings Plan-II (ABL SSF-II)	Average of 3 Months PKRV Rates. (Category of Fund – Capital Protected Scheme)

4. The following sub-clause has been added/ amended under clause 2.2.4 of the Offering Document and read as follows:

For “ABL Special Savings Plan-II (ABLSSP-II)”, the Management Company shall actively manage the allocations, from time to time, subject to the specified limits as per Clause 2.2.9.

5. The following sub-clause has been added/ amended under clause 2.2.9 of the Offering Document and read as follows:

ABL Special Savings Plan-II (ABL SSF-II)

Investment Policy

- a) The allocation plan will be actively allocated between authorized investable avenues.
- b) Active Allocation means that the Management Company may, from time to time, change the allocations in the authorized investable avenues based on the Fund Manager’s outlook for the asset-classes.
- c) Initially, the Management Company may seek to invest in the following authorized investable avenues mentioned below:

Authorized Investment Table:

Authorized Investable Avenues	Exposure Limits (in %)		Rating	Maximum Maturity*
	Minimum	Maximum		
Bank Placements/Term Deposit Receipts with Banks	0%	50%	‘AA-‘ & Above	3 months for Single Instrument Maturity & weighted average maturity
Treasury Bills	0%	100%	N/A	6 months for Single Instrument Maturity & weighted average maturity
Cash & Cash equivalents	0%	100%	‘AA-‘ & Above	Not exceeding 90 days

- a) The Management Company may invest or divest in/ from authorized investable avenues mentioned in 2.2.9(c) above. The Management Company may also invest in any other investable avenue available to it, as categorized according to SECP Circular 7 of 2009 with the prior approval of the SECP, in the above mentioned asset class and comply with the requirements of clause 2.2.9(b) above.

Note:

- The per party & group exposure limits given in regulations 55 (5) of the NBFC regulations, 2008 shall not be applicable on money market component invested in savings accounts and term deposits.
- Weighted average maturity of Plan’s assets shall not exceed **90 days on rolling basis.**

6. The following sub-clause has been added/amended under clause 2.2.10 of the Offering Document and read as follows:

Basic features of ABL Special Savings Plan-II

- a) The Term/ Duration of the Allocation Plan is Perpetual. However, the Period for capital protection shall be to the extent of investment retained by investor for the period of 6 months or more in ABLSSP-II.
- b) Subscription Period: The allocation plan will be open for subscription during Pre-IPO dated September 18, 2019 and IPO dated September 19, 2019 and will remain open for subscription after the close of IPO. Only Class “A” Units shall be issued to investors at the par value during the Pre-IPO and IPO Period and later at the prevailing Offer Price during the subscription period. Profit on PLS accounts in banks will be refunded to investors on pro-rata basis. Units of the Allocation Plan can be redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of said Allocation Plan.
- c) Front-end Load: 0% to 2.00%*
- d) Back-end Load (Deferred Sales Load)

Nil

- d) Contingent Load:

Nil

*Management Company may waive the Sales Load fully or partially at its own discretion to any investor.

- e) Capital Protection is provided through the investment structure of the allocation plan and not through any undertaking or guarantee by the Management Company or the Trustee. Capital Protection means that the net realizable value of investment of the allocation plan should not fall below the principal investment paid by the Unit Holder subject to the condition that the investment is held for a period of Six (6) months or more from date of investment in the Plan. The capital of the allocation plan is protected only in terms of the base currency i.e. the Pakistani Rupee. In addition, the capital protection is only valid in terms of the current tax and legal environment of Pakistan and is subject to force majeure factors such as bankruptcy of an investment grade or above rated institution or as specified in Clause 11 “Force Majeure” of the Offering Document of ABL-SSF.
- f) During the Pre-IPO & IPO Period the Units shall not be redeemed. Furthermore, the units shall not be redeemable and/or reallocated during the book closure of the Fund.
- g) After the IPO Period all Unit Holders are eligible to purchase & redeem the said Units
- h) Partial or full redemption during the life of the Plan is allowed.

- i) Capital Protection will not be valid if Units of the allocation plan are redeemed before the completion of six months from the date of investment in the Plan..
- j) Capital Protection is also not valid in case, the Plan is terminated by the Management Company before the completion of initial maturity.

7. The following sub-clause has been added/amended under clause 3.16 of the Offering Document and read as follows:

The Trustee, at the request of the Management Company, shall open Bank Account(s) for the Unit Trust at designated Banks having minimum rating of AA- and above 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 Banks Accounts shall be titled:

“CDC Trustee - ABL Special Savings Fund- ABL Special Savings Plan -II”

Payment instrument for purchase of units shall be made in favor of Payment Instrument shall be in favor **CDC Trustee - ABL Special Savings Fund- ABL Special Savings Plan -II”** through cheque, bank draft, pay order or online transfer as the case may be in favor of the Trustee Bank Account and crossed **“Account Payee Only”**

8. The following sub-clause has been added/amended under clause 4.4.4 of the Offering Document and read as follows:

For ABL Special Savings Plan-II:

For Pre-IPO, IPO and Subscription Period:

- a) Demand draft or Pay order in favor of **“CDC Trustee-ABL Special Savings Fund- ABL Special Savings Plan-II”**
- b) Online transfer to Bank Account(s) of **“CDC Trustee-ABL Special Savings Fund- ABL Special Savings Plan-II”**
- c) Cheque (account payee only marked in favor of **“CDC Trustee-ABL Special Savings Fund- ABL Special Savings Plan-II”**

9. The following table has been added under Annexure ‘B’ of the Offering Document and read as follows:

“ABL Special Savings Fund- ABL Special Savings Plan - II

Current Level of Front-end, Back End Load and Management Fee

UNITS	Front-End Load (%) *	Contingent Load	Back End Load	Management Fee (% p.a.)
Class "A" Units (Sale/Purchase Units)	0% to 2%	Nil	Nil	0.21% p.a. during the life of Plan

*Where transactions are done online or through a website, the load will be a maximum of 1.5% or as Commission may direct from time to time. However, management has discretion to waive or charge different level of load to different classes of investors.”