

**2nd Supplement to the
Offering Document of
UBL Principal Protected
Fund – II
(UPPF-II)**



Dated: xx-xx-2015

Second Supplemental Dated xx-xx- 2015 to the Offering Document of UBL Principal Protected Fund - II (UPPF-II)

Managed by UBL Fund Managers Limited (UBL Funds) an Asset Management Company registered with the Securities & Exchange Commission of Pakistan (SECP) and regulated under the Non-Banking Finance Companies (NBFC) Rules 2003 and NBFC & NE Regulations 2008.

UBL Principal Protected Fund – II (UPPF-II) is established in Karachi, Pakistan as an Open end Scheme by a Trust Deed, dated May 02, 2013 under the Trusts Act, 1882 between UBL Fund Managers Limited, as the Management Company and Central Depository Company of Pakistan Limited (CDC), as the Trustee and authorized under the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Objective of the Supplementary Offering Document

UBL Funds is making additions to the salient terms of Gap Risk Coverage Agreement via this Supplementary Offering Document, in compliance with the relevant regulations and as permitted in Clause 1.9 of the Offering Document of UPPF-II.

1. Amendment in Clause 3.3.2 (i)

Clause 3.3.2 (i) has been replaced by the following:

- (i) The Management Company shall pledge assets i.e. Pakistan Investment Bonds (PIBs)/ Treasury Bills (T-Bills) that it owns, or units of a low risk Money Market/Income CIS, issued in its name, worth at least five percent (5%) of the total subscription amount, in favor of the Trustee of the Fund. If the marked-to-market value of the pledged asset falls below 5% of the total subscription amount, at any time during the life of the fund, the Management Company shall pledge additional assets such that the total marked-to-market value of the pledged assets meets the minimum requirement (5% of total subscription amount) stated above.
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2. Amendment in Clause 3.3.2 (iii)

Clause 3.3.2 (iii) has been replaced by the following:



- (iii) On the occurrence of a Gap Event, the Trustee of the Fund shall be authorized to sell the pledged PIBs / T-Bills, or redeem the pledged units of the low risk Money Market/Income CIS, equivalent to an amount by which the Portfolio Value falls below the Bond Floor, (subject to Clause 3.3.1.) and shall contribute it to the portfolio of the Fund to cover for the Gap Event.
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