

**3rd Supplement to the
Offering Document of
Al-Ameen Islamic Asset
Allocation Fund (AIAAF)**

Publication Date: 03-10-2014

Effective Date: 15.01.2015

Third Supplemental Dated 03-10- 2014 to the Offering Document of Al-Ameen Islamic Asset Allocation Fund.

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 Islamic Asset Allocation Fund (UIAAF) has been established through a Trust Deed (the Deed) dated October 25, 2013, under the Trust Act, 1882 entered into and between UBL Fund Managers Limited (UBL Funds), as the Management Company and Central Depository Company of Pakistan Limited (CDCPL), as the Trustee.

Effective from 15th January, 2015 the following Clause in the Offering Document is revised:

1. Amendment in the following points of the “authorized investments” table of clause 2.3 of the offering document

| Sr. No | Description | Entity/Instrument Rating* | Maximum Exposure Limit | Minimum Exposure Limit | Maximum Maturity |
|--------|--|---------------------------|------------------------|------------------------|------------------|
| 1 | Shariah Compliant Listed Equity Securities | N/A | 40% | 0% | N/A |
| 2 | Shariah Compliant Corporate Debt Securities (including Sukuks) | A- and Above | 40% | 0% | 10 years |
| 3 | Ijarah Sukuks & other Shariah Compliant Government Securities | N/A | 90% | 0% | 10 years |
| 4 | Shariah Compliant Cash and Near Cash instruments including cash in bank accounts (excluding TDRs) | A- and Above | 100% | 10% | N/A |
| 5 | Islamic Money Market Instruments including but not limited to Certificates of Musharika (CoM), Certificates of Deposits (CoD), Certificate of Islamic Investments (COII) | A- and Above | 90% | 0% | 12 months |
| 6 | | | | | |

| | | | | | |
|----|--|--------------|-----|----|----------|
| | Long, medium and short term deposits/placements with Islamic Banks/Islamic Windows of Commercial banks | A- and Above | 90% | 0% | 6 months |
| 7 | Shariah Compliant Commercial Paper | A- and Above | 50% | 0% | 1 year |
| 8 | Spread Transactions | N/A | 15% | 0% | 3 Months |
| 9 | Shariah Compliant Convertible Debt Securities issued by Corporates/FIs | A- and Above | 30% | 0% | 5 Years |
| 10 | Shariah Compliant Convertible and non-convertible preferred shares | A- and Above | 30% | 0% | N/A |
| 11 | Any other shariah compliant securities or instruments that may be permitted or approved under SECP Rules, Regulations or any other directive from time to time | A- and Above | 30% | 0% | 5 years |

2. Amendment in the paragraph under the heading “Risk Management” and “Benchmark” of clause 2.3 of the offering document

Credit Risk: This risk is mitigated through the Investment Policy parameter whereby the fund only invests in instruments and bank deposits, which carry minimum A Minus (A-) from a credit rating agency duly approved by the Commission.

Benchmark

The Benchmark of the fund shall be based on the Fund’s target/strategic asset allocation and shall consist of

- 70% Average 6M Deposit Rate of three A Minus (A-) and above rated Islamic Banks//Islamic Windows of Commercial Banks &
- 30% KMI-30 Index

3. Amendment in points xxi and xxii of c of clause 2.6

2.6 Investment Restrictions

(c) The Management Company on behalf of the Scheme shall not:

xxi. Rating of any shariah compliant banking fixed income based security in the portfolio shall not be lower than A Minus (A-)

xxii. Rating of any Islamic bank or Islamic Window of Commercial Banks, NBFC, Modaraba, or DFI with which Funds are placed shall not be lower than A Minus (A-)