

11th Supplement to the Offering Document of UBL Fixed Return Fund (UFRF)

**Risk Profile (Fixed Return Scheme): Low
Risk of Principal Erosion: Principal at Low Risk**

Effective Date: XX.XX.2023



11th Supplemental to the Offering Document of UBL Fixed Return Fund (UFRF)

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.

The UBL Fixed Return Fund (the Fund/the Scheme/the Trust/the Unit Trust/UFRF) has been established through a Trust Deed (the Deed) dated 18-07-2022 under the Trust Act, 2020 entered into and between UBL Fund Managers Limited, the Management Company, Digital Custodian Company Limited, the Trustee and is authorized under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 ("Regulations").

Objective of the Supplementary Offering Document

UBL Funds is launching new plans UBL Fixed Return Plan -1(l) and UBL Fixed Return Plan -1(m) via this supplementary Offering Document of UBL Fixed Return Fund (UFRF).

Words and expressions used but not defined in this Supplemental shall have the same meanings as are assigned to them in the Offering Document of UBL Fixed Return Fund (UFRF).

- 1 The following new sub clause 1.12 and 1.13 has been added "Pre IPO and Subscription period of UBL Fixed Return Plan – 1 (l)" and "Pre IPO and Subscription period of UBL Fixed Return Plan – 1 (m) of the Offering Document and other points are numbered accordingly:

1.12 Pre-IPO and Subscription Period of UBL Fixed Return Plan – 1 (l)

Initial Offer is made during the Pre-IPO which will be one Business Day for the UBL Fixed Return Plan – 1 (l) beginning at the start of the banking hours on _____ and shall end at the close of the Banking Hours on _____. During the Pre-IPO the Units shall be offered at Initial Price. No Units shall be redeemable during Initial Offer period.

Subscription Period will commence from close of the IPO Period and would be offered from _____. The Units shall then be offered at Prevailing NAV of the respective allocation Plan during this period and redemption will be allowed during Subscription Period (subject to applicable contingent load). The Management Company shall announce the date of subscription period separately for each allocation plan.

The Allocation plan shall be closed for new subscription after the close of the subscription period however, Management Company may reopen the subscription of units from time to time under intimation to the Trustee and SECP

1.13 Pre-IPO and Subscription Period of UBL Fixed Return Plan – 1 (m)

Initial Offer is made during the Pre-IPO which will be one Business Day for the UBL Fixed Return Plan – 1 (m) beginning at the start of the banking hours on _____ and shall end at the close of the Banking Hours on _____. During the Pre-IPO the Units shall be offered at Initial Price. No Units shall be redeemable during Initial Offer period.

Subscription Period will commence from close of the IPO Period and would be offered from _____. The Units shall then be offered at Prevailing NAV of the respective allocation



Plan during this period and redemption will be allowed during Subscription Period (subject to applicable contingent load). The Management Company shall announce the date of subscription period separately for each allocation plan.

The Allocation plan shall be closed for new subscription after the close of the subscription period however, Management Company may reopen the subscription of units from time to time under intimation to the Trustee and SECP

2. The following new sub clause (l & m) has been added under sub clause 1.13 "Fixed Return" of the Offering Document and read as follows:

1.13 Fixed Return

l) Fixed Return Plan-1 (l)

All investable avenues of the Scheme are Fixed Income based which cater the requirement of Fixed Return with reference to the Initial Investment Value of units.
Fixed Return is applicable based on current tax and legal structure.

Fixed Return is provided on the units from the commencement of the plan and held till maturity. Either in the form of dividend, bonus or any other form of distribution (gross distribution before deduction of any tax) including proceeds at the time of maturity (before tax).
For the removal of doubt, it is clarified that fixed return is on a gross basis; any tax deduction will be the responsibility of the unit holders.

Fixed Returns for Initial Investment Value only which may include proceeds in the form of gross cash dividend during the Life of Plan and amount paid on redemption of units at maturity.

At the time of investment and before the maturity, Unit Holder can provide maturity instructions to either rollover the maturity amount in a new similar duration plan or to convert to UBL Money Market Fund (without any front end load).

In case maturity instructions are not provided by Unit Holder, the amount will be automatically transferred to the registered bank account of the unit holder at the time of maturity.

m) Fixed Return Plan-1 (m)

All investable avenues of the Scheme are Fixed Income based which cater the requirement of Fixed Return with reference to the Initial Investment Value of units.
Fixed Return is applicable based on current tax and legal structure.

Fixed Return is provided on the units from the commencement of the plan and held till maturity. Either in the form of dividend, bonus or any other form of distribution (gross distribution before deduction of any tax) including proceeds at the time of maturity (before tax).

For the removal of doubt, it is clarified that fixed return is on a gross basis; any tax deduction will be the responsibility of the unit holders.

Fixed Returns for Initial Investment Value only which may include proceeds in the form of gross cash dividend during the Life of Plan and amount paid on redemption of units at maturity.

At the time of investment and before the maturity, Unit Holder can provide maturity instructions to either rollover the maturity amount in a new similar duration plan or to convert to UBL Money Market Fund (without any front end load).

In case maturity instructions are not provided by Unit Holder, the amount will be automatically transferred to the registered bank account of the unit holder at the time of maturity.



- 3 The following new sub clause (l & m) has been added under sub clause 2.2 “Allocation Plans” of the Offering Document and read as follows:

- l) UBL Fixed Return Plan - 1 (l)
- m) UBL Fixed Return Plan - 1 (m)

- 4 The following new sub clause (vii & viii) has been added under sub clause 2.2.1 “Investment Objective of Allocation Plans” of the Offering Document and read as follows:

The Investment Objective of the Allocation Plans are as follow:

- vii. The “**UBL Fixed Return Plan – 1 (l)**” is an Allocation Plan under “UBL Fixed Return Fund” with an objective to earn fixed return for unit holders who held their investment within Plan till maturity.
- viii. The “**UBL Fixed Return Plan – 1 (m)**” is an Allocation Plan under “UBL Fixed Return Fund” with an objective to earn fixed return for unit holders who held their investment within Plan till maturity.

- 5 The following tables has been added under sub clause 2.2.2 “Benchmark of Allocation Plans” of the Offering Document and read as follows:

The Benchmark of Allocation Plans are as follow:

Plan	Benchmark
UBL Fixed Return Plan-1 (l) UFRP-1 (l)	Average 1 month PKRV Rates

Plan	Benchmark
UBL Fixed Return Plan-1 (m) UFRP-1 (m)	Average 3 months PKRV Rates

- 6 The following new sub clause (7 & 8) has been added under sub clause 2.2.4 “Asset Allocation in Allocation Plans” of the Offering Document and read as follows:

- 7. For “UBL Fixed Return Plan – 1 (l), the Management Company shall actively manage the allocations, from time to time, subject to the specified limits as per Clause 2.2.21.
- 8. For “UBL Fixed Return Plan – 1 (m), the Management Company shall actively manage the allocations, from time to time, subject to the specified limits as per Clause 2.2.23.

7. The following new sub clause has been added under sub clause 2.2 of the Offering Document and read as follows:

2.2.21 UBL Fixed Return Plan – 1 (l)
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 Limit %		Rating	Maximum Maturity
	Minimum	Maximum		
Floater PIBs	0%	100%	N/A	Maturity up to 24 Months
T Bills, PIBs (Fixed), GOP Ijarah Sukuk	0%	100%	N/A	Maturity up to 12 months
Term Deposit Receipts	0%	100%	AA	Maturity up to 1 Month
Cash In Bank Accounts	0%	100%	AA	N/A
Certificate of Deposits (CODs) ,Certificate of Musharaka (COM)	0%	100%	AA	Maturity up to 1 Month
Money Market Placement	0%	100%	AA	Maturity up to 1 Month

Weighted average time to maturity of the 90% net assets of such scheme shall not exceed 4 years and this condition shall not apply to securities issued by Federal Government.

- d) The Management Company may invest or divest in/ from authorized investable avenues mentioned in 2.2.21(c) above. The Management Company may also invest in any other investable avenue available to it, as categorized according to SECP Circular 3 of 2022 with the prior approval of the SECP, in the above mentioned asset class and comply with the requirements of clause 2.2.21(b) above.

2.2.22 Basic features of UBL Fixed Return Plan- 1 (I)

- a) **Term/ Duration of the Allocation Plan:** The duration of the plan is One (01) month from close of the subscription period.
- b) **Subscription Period:** The allocation plan will open the subscription for up to one twenty (120) days as follows:



Pre-IPO: TBD
 IPO: TBD
 Subscription: TBD

During the Subscription Period, Units of the Allocation Plan can be purchased at the prevailing NAV and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of said Allocation Plan. Only Class “A” Units shall be issued to investors at the Initial Offer Price during the Pre-IPO and later at the prevailing NAV during the subscription period.

c) Contingent Load on withdrawal:

Contingent load shall commensurate with net loss incurred due to early redemption during the subscription period and life of plan.

2.2.23 UBL Fixed Return Plan – 1 (m)



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 Limit %		Rating	Maximum Maturity
	Minimum	Maximum		
Floater PIBs	0%	100%	N/A	Maturity up to 24 Months
T Bills, PIBs (Fixed), GOP Ijarah Sukuk	0%	100%	N/A	Maturity up to 12 months
Term Deposit Receipts	0%	100%	AA	Maturity up to 3 Months
Cash In Bank Accounts	0%	100%	AA	N/A

Certificate of Deposits (CODs) ,Certificate of Musharaka (COM)	0%	100%	AA	Maturity up to 3 Months
Money Market Placement	0%	100%	AA	Maturity up to 3 Months

Weighted average time to maturity of the 90% net assets of such scheme shall not exceed 4 years and this condition shall not apply to securities issued by Federal Government.

- d) The Management Company may invest or divest in/ from authorized investable avenues mentioned in 2.2.23(c) above. The Management Company may also invest in any other investable avenue available to it, as categorized according to SECP Circular 3 of 2022 with the prior approval of the SECP, in the above mentioned asset class and comply with the requirements of clause 2.2.23(b) above.

2.2.24 Basic features of UBL Fixed Return Plan- 1 (m)

- a. **Term/ Duration of the Allocation Plan:** The duration of the plan is Six (06) months from close of the subscription period.
- b) **Subscription Period:** The allocation plan will open the subscription for up to One Twenty (120) days as follows:

Pre-IPO: TBD
IPO: TBD
Subscription: TBD

During the Subscription Period, Units of the Allocation Plan can be purchased at the prevailing NAV and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of said Allocation Plan. Only Class "A" Units shall be issued to investors at the Initial Offer Price during the Pre-IPO and later at the prevailing NAV during the subscription period.

- c) **Contingent Load on withdrawal:**

Contingent load shall commensurate with net loss incurred due to early redemption during the subscription period and life of plan.

8. The following new sub clause (7 & 8) has been added under clause 3.16 "Bank Accounts" of the Offering Document and read as follows:

7. For UBL Fixed Return Plan – 1 (l)

"DCCL Trustee – "UBL Funds"
"DCCL Trustee – "UBL Fixed Return Fund
"DCCL Trustee – UBL Fixed Return Fund – UBL Fixed Return Plan – 1 (l)

8. For UBL Fixed Return Plan – 1 (m)

"DCCL Trustee – "UBL Funds"
"DCCL Trustee – "UBL Fixed Return Fund
"DCCL Trustee – UBL Fixed Return Fund – UBL Fixed Return Plan – 1 (m)



9. The following sub-clause has been added under clause 4.2 “Classes of Units” of the Offering Document and read as follows:

7. For UBL Fixed Return Plan – 1 (l):

Class “A” Units: Class “A” Units are the Fixed Return Units (subject to completion of maturity). It will be issued to the Unit Holders during Pre-IPO and Subscription Period of the respective allocation Plan. Class “A” units may carry Contingent Load in case of redemption before the maturity of the respective allocation plan as defined in Annexure ‘B’ of the respective allocation plan in Offering Document of the Fund.

Any dividend announced for Class “A” units will either be given in the form of cash dividend or reinvested as chosen by unit-holder, after deduction of (any applicable duties & taxes) during the Life of Plan.

Any dividend announced before (Commencement of Life of Plan) will either be reinvested or ~~paid~~ cash dividend as chosen by the unit-holder.

Please refer to Annexure B for relevant features (applicable load and restrictions) for various classes of units for different Allocation Plans.

8. For UBL Fixed Return Plan – 1 (m):

Class “A” Units: Class “A” Units are the Fixed Return Units (subject to completion of maturity). It will be issued to the Unit Holders during Pre-IPO and Subscription Period of the respective allocation Plan. Class “A” units may carry Contingent Load in case of redemption before the maturity of the respective allocation plan as defined in Annexure ‘B’ of the respective allocation plan in Offering Document of the Fund.

Any dividend announced for Class “A” units will either be given in the form of cash dividend or reinvested as chosen by unit-holder, after deduction of (any applicable duties & taxes) during the Life of Plan.

Any dividend announced before (Commencement of Life of Plan) will either be reinvested or ~~paid~~ cash dividend as chosen by the unit-holder.

Please refer to Annexure B for relevant features (applicable load and restrictions) for various classes of units for different Allocation Plans.

10. The following sub-clause has been added under sub clause 4.4.4 “Purchase of Units” of the Offering Document and read as follows:

vii. For UBL Fixed Return Plan – 1 (l) (Pre-IPO & Subscription Period):

*DCCL Trustee – UBL Fixed Return Fund – UBL Fixed Return Plan – 1 (l)”
DCCL Trustee - UBL Fixed Return Fund” or “DCCL Trustee – UBL Funds”*

viii. For UBL Fixed Return Plan – 1 (m) (Pre-IPO & Subscription Period):

*DCCL Trustee – UBL Fixed Return Fund – UBL Fixed Return Plan – 1 (m)”
DCCL Trustee - UBL Fixed Return Fund” or “DCCL Trustee – UBL Funds”*

10. The following sub-clause has been added under sub clause 4.4.5 “Minimum Amount of Investment” of the Offering Document and read as follows:

l) For UBL Fixed Return Plan 1 (l)

Units shall be issued as per clause 4.2 with a minimum investment amount of **Rs. 500** (Rupees Five Hundred only) and thereafter the minimum amount for subsequent investment would be **Rs.**



500/- (Rupees Five Hundred only). The Management Company reserves the right to alter the minimum amounts stated herein above.

m) For UBL Fixed Return Plan 1 (m)

Units shall be issued as per clause 4.2 with a minimum investment amount of **Rs. 500** (Rupees Five Hundred only) and thereafter the minimum amount for subsequent investment would be **Rs. 500/-** (Rupees Five Hundred only). The Management Company reserves the right to alter the minimum amounts stated herein above.

11. The following table has been added and amended under Annexure 'B' of the Offering Document and read as follows:

For UBL Fixed Return Plan 1 (l)

UNITS	Front-End Sales Load (%)	ManagementFee (% p.a.)	Contingent Load (%)
Class "A" Units (Sale/Purchase Units)	NIL	Up to 2%	Contingent load shall commensurate with net loss incurred due to early redemption during the subscription period and life of plan

For UBL Fixed Return Plan 1 (m)

UNITS	Front-End Sales Load (%)	ManagementFee (% p.a.)	Contingent Load (%)
Class "A" Units (Sale/Purchase Units)	NIL	Up to 2%	Contingent load shall commensurate with net loss incurred due to early redemption during the subscription period and life of plan

