# FIRST SUPPLEMENT TO THE OFFERING DOCUMENT OF

**ALFALAH GHP SOVEREIGN FUND** 

**An Open Ended Income Scheme** 

### **MANAGED BY**

# ALFALAH GHP INVESTMENT MANAGEMENT LIMITED

Dated: 11-03-2015

# First Supplement dated 11-03-2015 to the Offering Document of Alfalah GHP Sovereign Fund (AGSOF) issued on April 21, 2014.

[Managed by Alfalah GHP Investment Management Limited. an Asset Management Company Licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2008)]

The Alfalah GHP Sovereign Fund (the Fund/the Scheme/the Trust/the Unit Trust, AGSOF) (Formerly IGI Sovereign Fund) has been established through a Trust Deed (the Deed) dated July 12, 2012, under the Trust Act, 1882 entered into and between Alfalah GHP Investment Management Limited (Formerly IGI Funds Limited, acquired and simultaneously merged into Alfalah Asset Management Limited), the Management Company, and Central Depository Company of Pakistan, a company incorporated under the Companies Ordinance, 1984 with its registered office at CDC House, 99-B, Block B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi, Pakistan as the Trustee.

Effective from 11-03-2015, the following clauses of the Offering Document have been amended to read in their entirety as follows:-

#### 1. Amendment in Clause 2.1.1Authorized Investments.

The detail of Authorized Investment in clause 2.1.1 is deleted and replaced with following text and table.

#### **Authorized Investments**

S.No.	Authorized Investments	Minimum Entity Rating	Minimum Instrument Rating	Exposure Limits (% of NAV)
1.	Government Securities *	N/A	N/A	70% - 100%
2.	Cash in Bank Accounts (excluding term deposits) and Treasury Bill of less than 90 days maturity. **	AA- in case of cash in banks	N/A	Minimum 10%
3.	Reverse Repo (upto six months only) against Government Securities	N/A	N/A	0% - 30%
4.	Term Finance Certificates/ Sukuk/Commercial Papers	AA-	AA-	0% - 20%
5.	Deposit with Scheduled Banks, DFI's and NBFC including TDR's, , Certificate of Deposit and Certificate of Musharaika of less than 6 months	AA- (for Banks and DFIs) AA+ (for NBFCs)	N/A	0% - 30%
6.	Deposit with Scheduled Banks, DFI's and NBFCs including TDR's, , Certificate of Deposit and Certificate of Musaraka of greater than 6 months	AA- (for Banks and DFIs) AA+ (for NBFCs)	N/A	0% - 15%
7.	Letter of Placements with commercial Banks and DFIs' having maturity not greater than 6 months	AA-	N/A	0% - 30%
8.	Authorized investments in overseas markets including	N/A	N/A	As specified by the

9.	Spread Transactions and MTS as approved by the Stock Exchanges and the SECP;	N/A	N/A	0% - 10%
10.	Any instrument / securities which is an authorized investment under the trust deed	AA-	AA-	As maybe allowed by
	or which is allowed by the SECP			the SECP

<sup>\*</sup> Average 70% based on quarterly average investment to be calculated on a daily basis.

- If the instrument is guaranteed by the Government of Pakistan or in case of government securities, the instrument rating shall be deemed as AAA and the entity rating shall be ignored. The rating requirement shall not apply for any such instrument that is backed by an irrevocable and unconditional Government guarantee.
- The investment in asset classes mentioned above will be subject to such Exposure limits and minimum ratings as specified herein and/or otherwise as specified in the Regulations/ Directives/ Circulars.

#### 2. Amendment in Annexure "A" of the Offering Document

The Cut-off timings is amended in Annexure "A" as follows:-

#### **ANNEXURE "A"**

## DETAILS OF CURRENT LEVEL OF LOADS, MANAGEMENT FEE, SUBSCRIPTION DAYS AND CUT OFF TIME

	Current	Maximum
Front End Load	1%	5%
Back End Load	Nil	5%
Management Fee	1% p.a. of the average daily NAV	3% p.a. of the average daily NAV for first five years, and 2% p.a. of the average daily NAV for rest of life of the Scheme

Subscription Days Monday through Friday

Cut off time 9:00 AM to 4:00PM

#### Note:

- 1. Any change in the load structure and/or management fee shall be notified after prior approval of the Commission through an addendum to this annexure and by publication in a widely circulated newspaper and/or as and how the SECP may direct.
- 2. Any change in the Cut-off Timing including for the month of Ramadan shall be notified to Investors/ Unit holders via Company's Website.

<sup>\*\*</sup> Average 10% based on monthly average to be calculated on a daily basis. (Subsequent to changes incorporated through Circular 3 of 2015.