

Key Fact Statement of
Alfalsh Islamic KPK Employee Pension Fund
Managed by: Alfalsh Asset Management Limited

DISCLAIMER

This document is not a replacement of Offering Document (OD). Before you invest, you are encouraged to review the detailed features of each sub – fund in the Fund’s OD and / or Monthly Fund Manager Report.

1. INVESTMENT OVERVIEW

	Equity Sub Fund	Debt Sub Fund	Equity Index Sub Fund	Money Market Sub Fund
Investment Objective	The Investment Objective of the Equity Sub Fund is to earn shariah compliant returns from investments in Pakistani Capital Markets	The investment objective of the Debt Sub Fund is to earn shariah compliant returns from investments in debt markets of Pakistan	The Investment Objective of the Equity Index Sub-Fund is to provide investors an opportunity to track closely the performance of the Index by investing in companies of the Index in proportion to their weightages	The Investment Objective of the Money Market Sub-Fund is to earn shariah compliant returns from investments in Money Markets of Pakistan
Investment Policy	The Pension Fund Manager shall invest assets of the Pension Fund in those securities which are declared eligible by the Commission and Shariah Advisor.			
Allocation Policy	<p>Equity Sub Fund: Shariah Compliant Listed Equity Securities.</p> <p>Debt Sub Fund: Shariah complaint government securities, cash in Shariah Compliant banks or Islamic banking branches of conventional banks, Shariah Compliant money market placements, Shariah Compliant deposits, Shariah Compliant certificate of deposits (COD), certificate of musharakas (COM), Shariah Compliant TDRs, commercial paper, TFC/ Sukuk or any other Islamic mode of placement, reverse repo, deposits/placements with Microfinance Bank any other approved Shariah Compliant debt/money market security issued from time to time.</p> <p>Money Market Sub Fund: Shariah Compliant government securities, cash and near cash instruments which include cash in bank accounts (excluding TDRs), Shariah Compliant money market placements, Shariah Compliant deposits, Shariah Compliant certificate of deposits (COD), certificate of musharakas (COM) or any other</p> <p>Equity Index Sub Fund: The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis.</p>			

Performance Benchmark	S.No	Pension Sub-Fund	Benchmark																				
	1	Equity Sub Fund / Equity Index Sub Fund	KMI-30 Index																				
	2	Debt Sub Fund	75% Twelve (12) months PKISRV rates + 25% six (6) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP.																				
	3	Money Market Sub Fund	90% three (3) months PKISRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP.																				
Launch date	April 23, 2024																						
Minimum Contribution Amount	Rs. 1,000 in each sub Fund																						
Total Expense Ratio	<p>The Total Expense Ratio of the Sub-Funds shall be capped as follows:</p> <table> <tr> <th>Sub- Funds</th><th>Maximum Total Expense Ratio excluding Takaful charges and Govt levies (as % of Net Assets)</th><th>Maximum Takaful charges (as % of Net Assets)</th><th>Maximum Total Expense Ratio including Takaful charges (as % of Net Assets)</th></tr> <tr> <td>Money Market Sub-Fund</td><td>0.75% p.a</td><td>0.25% p.a</td><td>1% p.a</td></tr> <tr> <td>Debt Sub- Fund</td><td>0.75% p.a</td><td>0.25% p.a</td><td>1% p.a</td></tr> <tr> <td>Equity Index Sub- Fund</td><td>1.00% p.a</td><td>0.25% p.a.</td><td>1.25% p.a</td></tr> <tr> <td>Equity Sub- Fund</td><td>1.75% p.a</td><td>0.25% p.a</td><td>2% p.a</td></tr> </table>			Sub- Funds	Maximum Total Expense Ratio excluding Takaful charges and Govt levies (as % of Net Assets)	Maximum Takaful charges (as % of Net Assets)	Maximum Total Expense Ratio including Takaful charges (as % of Net Assets)	Money Market Sub-Fund	0.75% p.a	0.25% p.a	1% p.a	Debt Sub- Fund	0.75% p.a	0.25% p.a	1% p.a	Equity Index Sub- Fund	1.00% p.a	0.25% p.a.	1.25% p.a	Equity Sub- Fund	1.75% p.a	0.25% p.a	2% p.a
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Subscription/Withdrawals Days and Timings	Monday – Friday (9:00 am - 4:00 pm)																						

2. RISK PROFILE AND PRODUCT SUITABILITY

Who is this Product suitable for?	The Alfalsh Islamic KPK Employee Pension Fund is suitable for Government of Khyber Pakhtunkhwa (GoKP) employees, enabling systematic retirement savings through contributions from both employees and the employer. It offers a Shariah-compliant, flexible pension scheme with various allocation options tailored to individual risk preferences, managed by professional investment managers to ensure long-term financial security.
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Risk Profile of the Fund	<p>The risk profile of the fund depends on the allocation scheme selected by the participant:</p> <p>a. Default Asset Allocation Scheme: In the event no choice is made by the Employee, a Pension Fund Manager, keeping in view the profile and age of the Employee, shall allocate the Contributions to the default Asset Allocation Scheme as follows:</p> <table><tr><th>Age</th><th>Equity index Sub-Fund</th><th>Equity Sub-Fund</th><th>Debt Sub-Fund</th><th>Money Market Sub-Fund</th></tr><tr><td>For the period of 3 years from date of account opening</td><td>0%</td><td>0%</td><td>0%</td><td>100%</td></tr><tr><td>Up to 30 years</td><td>30%</td><td>10%</td><td>30%</td><td>30%</td></tr><tr><td>Up to 40 years</td><td>20%</td><td>10%</td><td>30%</td><td>40%</td></tr><tr><td>Up to 50 years</td><td>15%</td><td>5%</td><td>20%</td><td>60%</td></tr><tr><td>Up to 60 years</td><td>10%</td><td>0%</td><td>10%</td><td>80%</td></tr></table> <p>b. Life Cycle Allocation Scheme: This Allocation Scheme provides the Employees with an option to allocate their contributions in a pre- planned allocation strategy as per their age. The younger the Employee, the higher the allocation towards equity market due to his/ her risk-taking ability with reference to long term horizon:</p> <table><tr><th>Age</th><th>Equity index Sub-Fund</th><th>Equity Sub-Fund</th><th>Combined exposure of Equity</th><th>Debt / Money Market Sub-Fund</th></tr><tr><td>For the period of 3 years from date of account opening</td><td>0%</td><td>0%</td><td>0%</td><td>100%</td></tr><tr><td>Up to 30 years</td><td>Max. 50%</td><td>Max. 25%</td><td>Max. 50%</td><td>Max. 50%</td></tr><tr><td>Up to 40 years</td><td>Max. 40%</td><td>Max. 20%</td><td>Max. 40%</td><td>Max. 60%</td></tr><tr><td>Up to 50 years</td><td>Max. 30%</td><td>Max. 15%</td><td>Max. 30%</td><td>Max. 70%</td></tr><tr><td>Up to 60 years</td><td>Max. 20%</td><td>Max. 10%</td><td>Max. 20%</td><td>Max. 80%</td></tr></table>	Age	Equity index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	For the period of 3 years from date of account opening	0%	0%	0%	100%	Up to 30 years	30%	10%	30%	30%	Up to 40 years	20%	10%	30%	40%	Up to 50 years	15%	5%	20%	60%	Up to 60 years	10%	0%	10%	80%	Age	Equity index Sub-Fund	Equity Sub-Fund	Combined exposure of Equity	Debt / Money Market Sub-Fund	For the period of 3 years from date of account opening	0%	0%	0%	100%	Up to 30 years	Max. 50%	Max. 25%	Max. 50%	Max. 50%	Up to 40 years	Max. 40%	Max. 20%	Max. 40%	Max. 60%	Up to 50 years	Max. 30%	Max. 15%	Max. 30%	Max. 70%	Up to 60 years	Max. 20%	Max. 10%	Max. 20%	Max. 80%
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Fund’s Investment Risk	<p>Disclaimer: Investments in the Pension Fund are subject to market risks. The value of such investments vary subject to market fluctuations and risks inherent in all such investments. Investors should read this Offering Document carefully to understand the investment policies, risks and tax implication and should consult legal, financial or tax advisors before making any investment decision.</p>																																																												
Any other Key Information	<p>The Alfalah Islamic KPK Employee Pension Fund specifically designed for KPK government employees, offering flexible shariah compliant investment options across Equity, Debt, Money Market, and Equity Index sub-funds. It empowers employees to choose asset allocations based on their individual risk tolerance and retirement. The Fund is professionally managed by Alfalah Asset Management Limited, ensuring compliance with prudent investment practices.</p>																																																												

3. WITHDRAWALS, DRAWDOWNS AND BENEFITS

Minimum Retirement Age	The retirement age for the participants shall be on the completion of sixtieth (60th) year of his age or such age as may be prescribed in the Rules from time to time. A Civil Servant may opt to retire early from service, after completion of twenty five (25) years of qualifying service or attaining the age of fifty five (55) years, whichever is later.
Options Available to Participants Upon Retirement	<p>At the date of retirement of the Employee(s) all the units of the sub funds in the Employee(s) Individual Pension Account shall be redeemed at the net asset value notified at close of the day of retirement and the amount due shall be credited to Employee(s) Individual Pension Account in the lower volatility scheme where no option is selected by the Employee(s) offered by the Pension Fund Manager. The Employee(s) shall then have the following options, namely:</p> <ul style="list-style-type: none"> (a) to withdraw up to such percentage of amount from his Individual Pension account as specified in the KPK Rules; and (b) use the remaining amount to purchase an annuity from a life insurance / takaful company and/or any other annuity plan as offered under the Rules of Employee(s) choice subject to such limits as prescribed by the Employer; or (c) enter into an agreement with the Pension Fund Manager to transfer Employee(s) balance to an Approved Income Payment Plan offered by the Pension Fund Manager as approved by the Commission.
Early Withdrawal Conditions and Implications	<p>Employee(s) at any time before retirement are entitled to withdraw the whole or any part of the Units held to their credit in their Individual Pension Account. Tax may be applicable in accordance with the requirements of the Income Tax Ordinance, 2001 and, if applicable, will be deducted by the Pension Fund Manager from the amount withdrawn. The withdrawal shall also be subject to conditions (if any) imposed by the Employer.</p> <p>Note: The Employee(s) must understand that as per KPK Rules, in case an Employee withdraws any amount from his Individual Pension Account before attaining the retirement age; the Employer shall stop making employer's contributions in the subject Individual Pension Account and shall not resume such contributions until the Employee deposits the withdrawn amount, along with an additional amount equal to one percent (1%) of the withdrawn amount for every completed month, since the date of withdrawal, in his Individual Pension Account.</p>

4. BRIEF INFORMATION ON THE PRODUCT CHARGES

1. Front End Load (FEL)	Distribution Channel	Percentage
	Direct Investment through AMC	Nil
	Digital Platform of AMC / Third party	Nil

Total Expense Ratio (TER)



Investors are advised to consult the Fund Manager Report (FMR) of the Alfalah Islamic KPK Employee Pension Fund for the latest information pertaining to the updated TER.

5. KEY STAKEHOLDERS

<p>a. Management Company</p> <p>Name: Alfalah Asset Management Limited Address: Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi Contact No. : (92-21) -111-090-090 Website: www.alfalahamc.com</p>
<p>b. Trustee</p> <p>Name: Central Depository Company of Pakistan Limited Address: CDC House, 99- B, Block B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi Contact: 021- 111-111-500 Website: www.cdcpakistan.com</p>
<p>c. Shariah Advisor:</p> <p>Name: Mufti Shaikh Noman & Mufti Javed Ahmed Address: Shariah Compliance Department - Bank Islami Pakistan Limited 13th Floor Executive Tower Dolmen Mall Clifton Karachi Contact: (92-21) 111-475-264 Website: www.bankislami.com.pk</p>