

First Supplemental to the
Offering Document of
Alfalah Islamic Stable Return Fund
(An Open Ended Shariah Compliant Fixed Rate / Return Scheme)

MANAGED BY
Alfalah Asset Management Limited
(Formerly Alfalah GHP Investment Management Limited)

Plan Name	Fund Category	Risk Profile as per Circular 06 of 2022	Risk of Principal Erosion
Alfalah Islamic Stable Return Plan – 3	Fixed Rate / Return Scheme	Low	Principal at Low risk
Alfalah Islamic Stable Return Plan – 4	Fixed Rate / Return Scheme	Low	Principal at Low risk

Dated: _____, 2023

**First Supplement dated _____, 2023 to the
Offering Document of Alfalah Islamic Stable Return Fund issued on April 05, 2023.**

[Managed by **Alfalah Asset Management Limited]**

(Formerly: Alfalah GHP Investment Management Limited)

An Asset Management Company Licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2008]

The Alfalah Islamic Stable Return Fund (AISRF) (the Fund/the Scheme/the Trust/the Unit Trust) has been established through a Trust Deed (the Deed), entered into and between Alfalah Asset Management Limited (Formerly Alfalah GHP Investment Management Limited), the Management Company, and Central Depository Company of Pakistan Limited, the Trustee under Sindh Trust Act 2020.

SECP has approved the First Supplement to the Offering Document, under Regulation 44(8) of the NBFC & NE Regulations 2008 vide letter no. SCD/ AMCW/AISRF/_____ dated_____, 2023.

1. Objective of the Supplementary Offering Document

Alfalah Asset Management Limited is introducing new allocation plans namely **Alfalah Islamic Stable Return Plan-3 & Alfalah Islamic Stable Return Plan-4** via this Supplementary Offering Document, in compliance with the relevant regulations and as stated in the Offering Document of AISRF.

2. Amendment in Clause 1.4 “Duration”

The Clause 1.4 “Duration” of the Offering Document has been amended to its entirety and new Allocation Plans have been added to the table, now the clause shall be read as follows:

“Duration of the Fund is perpetual, however, the investment plan(s) offered under the Fund may be of limited time maturity, as specified in the Offering Document or through supplement to it. SECP or the Management Company may wind it up or revoke it on the occurrence of certain events as specified in the Regulations or clause 10.4 of this document. The Duration of the plans are as follows:

Plan Name	Duration
Alfalah Islamic Stable Return Plan – 1	up to 06 months after the close of subscription Period
Alfalah Islamic Stable Return Plan – 2	up to 12 months after the close of subscription Period.
Alfalah Islamic Stable Return Plan – 3	up to 06 months after the close of subscription Period
Alfalah Islamic Stable Return Plan – 4	up to 12 months after the close of subscription Period.

3. Insertion of new Allocation Plans under Clause 1.6.1 “Initial Offering Period (IPO) Details”

The Clause 1.6.1 “Initial Offering Period (IPO) Details” has been amended to its entirety and new Allocation Plans are added to the table, now the amended clause shall be read as follows:

Initial Offer of Investment Plan(s) under Alfalah Islamic Stable Return Fund are made during the Initial Period which will begin at the IPO Start Date and shall end at the close of the banking hours of IPO End Date. During initial period, the Units shall be issued at the Initial Price of Rs.100 per Unit.

PLAN NAME	IPO START DATE	IPO END DATE	NO OF DAY(S)
Alfalah Islamic Stable Return Plan – 1			
Alfalah Islamic Stable Return Plan – 2			
Alfalah Islamic Stable Return Plan – 3			
Alfalah Islamic Stable Return Plan – 4			

The Allocation Plan(s) shall be closed for new subscriptions after the close of the subscription period however Management Company may re-open the subscription of units with the prior approval of the Commission.

4. Addition of Investment Objective & Benchmark of New Allocation Plans under Clause 2.2.1 & 2.2.2

The ‘Investment objective’ & ‘Benchmark’ of new allocation plans have been added under clause 2.2.1 “Investment Objective of Investment Plans” and clause 2.2.2 “Benchmark”

2.2.1 Investment Objectives of Investment Plans

Alfalah Islamic Stable Return Plan – 3	In line with the investment objective of the Fund, the investment objective of Alfalah Islamic Stable Return Plan-3 is to provide promised return to the Unit Holders at maturity by investing in Authorized Investable Avenues.
Alfalah Islamic Stable Return Plan – 4	In line with the investment objective of the Fund, the investment objective of Alfalah Islamic Stable Return Plan-4 is to provide promised return to the Unit Holders at maturity by investing in Authorized Investable Avenues.

2.2.2 Benchmark

Alfalah Islamic Stable Return Plan – 3	Average deposit rates of comparable period of the Plan, of three (3)-AA rated Islamic scheduled Banks or Islamic Windows of Conventional Banks as selected by MUFAP and shall be disclosed at the time of public offering date
Alfalah Islamic Stable Return Plan – 4	Average deposit rates of comparable period of the Plan, of three (3)-AA rated Islamic scheduled Banks or Islamic Windows of Conventional Banks as selected by MUFAP and shall be disclosed at the time of public offering date

5. Addition of Authorized Investment Table of new Allocation Plans under Clause 2.3 “Authorized Investments of the Allocation Plan(s)”

Clause 2.3 has been amended to add the Authorized Investment Avenues and WATM of new allocation plans, now the added clause shall be read as follows:

2.3 Authorized Investments of the Allocation Plan(s)

• **Alfalah Islamic Stable Return Plan – 3**

Avenues	Min	Max	Rating	Maturity
	<i>% of Net Assets</i>			
Shariah Compliant GOP Issued / guaranteed Securities	0	100	N/A	N/A
Cash at Bank (excluding TDRs) with Islamic Banks or Islamic Banking Windows of Conventional Banks	0	100	AA	
Shariah compliant Money Market Placement such as Islamic TDR, Certificates of Musharaka (CoM), Islamic Certificates of Deposit (CoD), etc. with Islamic Commercial Banks/Islamic DFIs or Islamic windows of Commercial banks/ DFIs.	0	100	AA	Maturity Equal to the Actual Period of Plan
Shariah compliant Money Market Placement such as Islamic TDR, Certificates of Musharaka (CoM), Islamic Certificates of Deposit (CoD), etc. with Microfinance banks, NBFCs & Modaraba	0	25	AA	
WATM (Weighted Average time to Maturity)	Up to 06 Months. This condition shall not apply to securities issued by Federal Government.			

• **Alfalah Islamic Stable Return Plan – 4**

Avenues	Min	Max	Rating	Maturity
	<i>% of Net Assets</i>			
Shariah Compliant GOP Issued / guaranteed Securities	0	100	N/A	N/A
Cash at Bank (excluding TDRs) with Islamic Banks or Islamic Banking Windows of Conventional Banks	0	100	AA	
Shariah compliant Money Market Placement such as Islamic TDR, Certificates of Musharaka (CoM), Islamic Certificates of Deposit (CoD), etc. with Islamic Commercial Banks/Islamic DFIs or Islamic windows of Commercial banks/DFIs.	0	100	AA	Maturity Equal to the Actual Period of Plan
Shariah compliant Money Market Placement such as Islamic TDR, Certificates of Musharaka (CoM), Islamic Certificates of Deposit (CoD), etc. with Microfinance banks, NBFCs & Modaraba	0	25	AA	
WATM (Weighted Average time to Maturity)	Up to 12 Months. This condition shall not apply to securities issued by Federal Government.			

6. Addition of new Allocation Plans in the table “Basic Feature of the Investment Plans” specified under Clause 2.3

Plan	Alfalah Islamic Stable Return Plan – 3	Alfalah Islamic Stable Return Plan – 4
Term of the Plan	Up to 06 months from the closure of IPO	Up to 12 months from the closure of IPO
Subscription Period	___, 2023 to ___, 2023	___, 2023 to ___, 2023
Maturity Date of Plan	___, 2023	___, 2023
Front End Load	Not Applicable	Not Applicable
Back End Load	Not Applicable	Not Applicable
Contingent Load	Yes- load shall commensurate with net loss incurred due to early redemption.	Yes-load shall commensurate with net loss incurred due to early redemption.
Max Expense Ratio	2%	2%
NAV Calculation	Daily	Daily
NAV Announcement	Monthly	Monthly

7. Amendments in Clause 3.15.1 “Bank Accounts”

Sub clause (a) and (f) under the clause 3.15.1 have been amended to its entirety in order to accommodate the bank details of new allocation plans, now the clauses shall be read as follows:

- a) The Trustee, at the request of the Management Company, shall open Bank Account(s) titled “CDC-Trustee Alfalah Islamic Stable Return Fund”, “CDC-Trustee Alfalah Islamic Stable Return Plan – 1”, “CDC-Trustee Alfalah Islamic Stable Return Plan – 2”, “**CDC-Trustee Alfalah Islamic Stable Return Plan – 3**” and “**CDC-Trustee Alfalah Islamic Stable Return Plan – 4**” for the Unit Trust at designated Banks inside or outside Pakistan, subject to the relevant laws, Trust Deed, Rules and Regulations, for collection, investment, redemption or any other use of the Trust’s Funds.
- (f) The Trustee shall, if requested by the Management Company at its discretion also open a separate Account designated by the Management Company. These account(s) may be used for the purpose of collection of sale proceeds, where collections received on account of subscription of Units by investors of various unit trusts and the administrative plans that are managed by the Management Company shall be held prior to their being allocated and transferred to pertinent unit trust(s). Such account(s) may also be used for temporary parking for the purpose of redemption.

Provided however, in relation to the other unit trusts managed by the Management Company mentioned above, there are similar provisions in the trust deeds of such Funds and have Trustee as common between them. Such accounts shall be in the title of “**CDC-Trustee Alfalah Islamic Stable Return Fund**”

8. Amendment in point (b) under clause 4.5.4 “Purchase of Units”

Point (b) under clause 4.5.4 has been amended in its entirety in order to accommodate the bank details of new allocation plans, now the amended clause shall be read as follows:

(b) Application for Purchase of Units shall be made by completing the prescribed Investment Application Form and submitting it to the authorized branches of the Distributor or to the Management Company together with the payment by cheque, bank draft, pay order or online transfer as the case may be in favor of Trustee Bank Account and crossed “Account Payee only” as specified below;

“CDC-Trustee Alfalah Islamic Stable Return Plan – 1”
“CDC-Trustee Alfalah Islamic Stable Return Plan – 2”
“ CDC-Trustee Alfalah Islamic Stable Return Plan – 3 ”
“ CDC-Trustee Alfalah Islamic Stable Return Plan – 4 ”

9. Amendment in second para under sub-clause (a) of clause 4.5.6 “Determination of Purchase (Public Offer) Price”

Name of new allocation plans are specified in second para, now the amended para shall be read as follows:

After the Initial Period, the units of the AISRP I, AISRP II, **AISRP III & AISRP IV** shall not be issued.
