

HBL GOVERNMENT SECURITIES FUND – SECOND SUPPLEMENTAL OFFERING DOCUMENT

Second Supplement Dated December 28, 2017 to the Offering Document of HBL Government Securities Fund (HBL GSF) Issued on January 27, 2017

Managed by HBL Asset Management Limited, a company incorporated under Companies Ordinance 1984 and licensed under Non-Banking Finance Companies (Establishment and Regulation) Rules 2003.

HBL Government Securities Fund (the Fund/the Scheme/the Trust/the Unit Trust/HBL-GSF) has been established in Pakistan as an open end Government Securities Fund vide a registered Trust Deed (the Trust Deed) dated February 17, 2017, registered under the Trust Act 1882 between HBL Asset Management Limited as Management Company and Central Depository Company of Pakistan Limited as the Trustee and registered as a notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Effective from January 05, 2018 the text in the Annexure “A” of the Offering Document under the heading “Current Level of Management Fee” will be replaced by the following:

CURRENT LEVEL OF MANAGEMENT FEE

12.5% of gross earnings with floor of 1.00% and cap of 1.25% of the average daily net assets of the scheme.

Gross earnings of the Scheme would be calculated by adding up the following:

- 1) Realized and unrealized gains on securities including impact of amortization of any discounts and/or premium on these securities; and
- 2) Any other income earned by any Authorized Investment of the Scheme While calculating Gross earnings of the Scheme, no deduction would be made whatsoever on account of management fee, tax, formation cost or any other expense chargeable to the Scheme.

“The actual rate of management fee on the basis of Net Assets shall be disclosed in the FMR and in the Financial Statements.”