

## **HBL MONEY MARKET FUND – THIRD SUPPLEMENTAL OFFERING DOCUMENT**

### **Third Supplement Dated January 05, 2018, to the Offering Document of HBL Money Market Fund (HBL MMF) Issued on July 05, 2010**

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 Money Market Fund (HBL MMF or Fund) was established in Pakistan by a Trust Deed dated March 18, 2010 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 15, 2018 following changes will be made to the offering document of HBL Money Market Fund.**

1. The text under Clause 8.3.4 “Offer Price” will be replaced by the following:

##### **8.3.4 Offer Price**

- (a) During the Initial Public Offer, the Units shall be offered at Initial Price.
- (b) After the Initial Period, the Purchase (Offer) Price for the Unit offered through Public Offering, shall be determined from time to time pursuant to the Sub clause (c) hereafter and shall be announced by the Fund for Dealing Days during the period when the Fund is open for subscription.
- (c) The Purchase (Offer) Price shall be equal to the sum of:
  - (i) The Net Asset Value as of the close of the previous Business Day;
  - (ii) Any Front-end Load as disclosed in this Offering Document.
  - (iii) Such amount as the Management Company may consider an appropriate provision for Duties and Charges; and
  - (iv) Such amount as the Management Company may consider an appropriate provision for Transaction Costs.
  - (v) Such sum shall be adjusted to the nearest fourth decimal place.

If such price exceed or falls short of the current value of the underlying assets by more than five percent based on information available, the assets Management Company shall defer dealing and calculate a new price and this new price would be applicable for dealing of units.

- (d) The Purchase (Offer) Price so determined shall apply to purchase requests, received by the Distributor or the Management Company during the Business Hours on the Dealing Day on which the completely and correctly filled purchase of Units application form is received and the purchase amount has been realized.

## **HBL MONEY MARKET FUND – THIRD SUPPLEMENTAL OFFERING DOCUMENT**

- (e) The Purchase (Offer) Price determined by the Management Company shall be made available to the public at the office and branches of the Distributors and will also be published daily on the Management Company's and MUFAP's website.

- 2. The text under Clause 8.3.7 "Redemption Price" will be replaced by the following:

During the Initial Public Offer, the Units shall not be redeemed. After the Initial Public Offer, the Redemption (Repurchase) Price shall be equal to the Net Asset Value as of the close of previous Business Day less:

- (a) Any Back-end Load as per the details in this Offering Document; and;
- (b) Such amount as the Management Company may consider an appropriate provision for Duties and Charges and other levies etc; and
- (c) Such amount as the Management Company may consider an appropriate provision for Transaction Costs;
- (d) Such sum shall be adjusted to the nearest fourth decimal place

Level of all back end loads shall be disclosed in the Offering Document. An increase in Back End load will require 90 days prior notice to the Unit Holder or any other period as specified in the Regulations.

- 3. 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**

10% of gross earnings with floor of 0.75% and cap of 1% 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."

- 4. The clause in Annexure A pertaining to "**Current Level Of Front-End And Back-End Loads**" will be replaced by the following:

### **Effective from the Close of Initial Public Offer:**

Current Front-end Load: 0% (nil)

Current Back end Load: 0% (nil)

## **HBL MONEY MARKET FUND – THIRD SUPPLEMENTAL OFFERING DOCUMENT**

The Management Company, at its discretion, may charge, across any particular Class of Units, Front-end Load and/or Back end Load of a maximum of five percent (3%) of the NAV.

Any change in the load structure, provided it is within the maximum limit, shall be notified through an addendum to this annexure and/or by publication in a widely circulated newspaper, as and how the Commission may direct.