

**2nd Supplement to the Offering
Document of**

**HBL Total Treasury
Exchange Traded Fund
(HBL TETF)**

An Open Ended Exchange Traded Fund

Risk Category: Medium
Risk of Principal Erosion: Medium

MANAGED BY

HBL ASSET MANAGEMENT LIMITED

| SOD Reference/Number | Effective Date of SOD | Brief Detail of Objective of SOD | Approval date of SECP (in cases where SECP Approval is mandatory) | Only Required in Case of Launch/Re-Launch of the Plans | | |
|----------------------|-----------------------|----------------------------------|---|--|---------------------------------|--|
| | | | | Launch/tentative launch date (In case of Plan) | Maturity date (In case of Plan) | Current status i.e. Launched/Approved/Re-opening/Matured (in case of Plan) |
| First | 9-Sep-22 | Reduction in Face Value of Unit | 9-Sep-22 | - | - | Approved |

**Second Supplement Dated August 2, 2023 to the
Offering Document of HBL Total Treasury Exchange Traded Fund
Issued on 8th Nov 2023**

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 Total Treasury Exchange Traded Fund is established in Pakistan as an open-end Exchange Traded Fund through a Trust Deed, dated June 30, 2021, entered in between HBL Asset Management Limited in its capacity as the Management Company and Central Depository Company of Pakistan Limited in its capacity as the Trustee and registered as a notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Objective of the Supplementary Offering Document

HBL Asset Management Limited intends to amend the Face Value of the units of HBL Total Treasury Exchange Traded Fund in the Offering Document of (HBL T ETF)

Effective from December 20, 2023 following amendments have been made in the offering document of HBL Total Treasury Exchange Traded Fund and read as:

- 1. Sub-Clause 4.2 “Creation and Redemptions” under Main Clause 4 “Characteristics of Units” of the Offering Document of HBL Total Treasury Exchange Traded Fund is amended and read as follows:**

Shares of the Fund may be acquired or redeemed directly from the Fund only in Creation Units or multiples thereof, as discussed in the Creations and Redemptions section of this document. Only an Authorized Participant may engage in creation or redemption transactions directly with the Fund. Management company in the interest of unit holders may allow some Authorized Participants to deal directly with the FUND for creation and redemption in cash fully or partly or against a portfolio deposit and cash component on such terms and conditions as deemed fit and announced by the management company. Management Company may impose certain charges while allowing the AP for creation and redemption in cash/part cash.

Authorized Participant can purchase the Units at the Offer Price and redeem at the Redemption Price at any of the Authorized Distribution Offices during Business Hours on any Dealing Day in accordance with the procedure set out in of this Offering Document.

During the period the register is closed, the sale and redemption of Units may not be suspended.

Management company will be responsible to complete KYC/AML/EDD etc. for only authorized participants according to the conditions mentioned under Securities and Exchange Commission of Pakistan (Anti Money Laundering and Countering Financing of Terrorism) Regulations, 2018 and any other rules and regulations that may be issued from time to time by whatever name called shall not apply to management company for unit holders who have bought/sold/transacted in the units of the Fund in secondary market since the management company cannot control such transactions.

- 2. Sub-Clause 4.5 “Minimum Amount of Investment” under Main Clause 4 “Characteristics of Units” of the Offering Document of HBL Total Treasury Exchange Traded Fund is amended and read as follows:**

**Sub-Clause 4.5
Minimum Amount of Investment**

Initially units were issued as per clause 4.2 with a minimum investment size of 5,000,000 Units having a face value of PKR.10/- each. However, subsequently resulting to Consolidation of Units, Management Company has decided to change the minimum investment size to 500,000 units having face value of PKR. 100/- each. The Management Company reserves the right to alter the minimum amounts stated

hereinabove subject to approval of the trustee and Commission along with intimation in writing to the Pakistan Stock Exchange at least 3 working days prior to the effective date of such change.

3. A new sub-clause 4.5.2 “Consolidation of Units” shall be added as follows:

Sub- Clause 4.5.2

Consolidation of units

Management Company has decided to change the face value of units from PKR 10/- each to PKR 100/- each effective from December 20, 2023 subject to approval of the Commission. As a result of such change units of the unitholders would reduce proportionate to the change of face value, however the total value of the portfolio holding by each unitholder would remain the same.

4. Amendment in Clause 10.7 “Glossary” of the Offering Document of HBL Total Treasury Exchange Traded Fund is amended and read as follows:

- The definition of **“Authorized Participant”** is amended and read as follows;

“Authorized Participant” means an entity appointed by an AMC authorized for Creation and Redemption of ETF Creation Unit as per the terms of Authorized Participant Agreement. Following entities are eligible to act as Authorized Participant:

- i A Securities Broker, as defined in the Stock Exchange Regulations, operating in active status.
- ii A Banking Company, as defined under the Banking Companies Ordinance, 1962.
- iii A Development Finance Institution (DEI). And
- iv Any other company permitted by the Commission.

- The definition of **“Par Value”** is deleted.