

Fund Name	HBL KPK Pension Fund
Category	Pension Scheme

Disclaimer:

Before you invest, you are encouraged to review the detailed features of the fund and its investment plans in the offering documents and/or Monthly Fund Manager Report.

Investment Overview	
Equity Sub-Fund	
Investment Objective	The investment objective is to earn returns from investments in Pakistani equity markets.
Investment Policy	
Allocation Policy	The investment objective of the Equity Sub-Fund of the Pension Fund is to earn returns from investments in Pakistani capital markets. At least ninety percent (90%) of Net Assets of Equity Sub-Fund shall remain invested in listed equity securities during the year based on rolling average investment of last ninety (90) days calculated on daily basis. For further details, refer to clause 7.3 of the Offering Document.
Benchmark	KSE-100 Index Or KSE-30 Index (Total Return Index).
Debt Sub-Fund	
Investment Objective	The investment objective is to earn returns from investments in debt markets of Pakistan, thus incurring a relatively lower risk than equity investments.
Investment Policy	
Allocation Policy	The investment objective of the Debt Sub-Fund is to earn returns from investments in debt markets of Pakistan, thus incurring a relatively lower risk than equity sub fund. The Debt Sub-Fund shall consist of government securities, cash in bank accounts, money market placements, deposits, certificates of deposit (COD), certificates of musharaka (COM), TDRs, commercial paper, TFCs/Sukuk or any other mode of placement, reverse repo, deposits/placements with Microfinance Banks and any other approved debt/money market security issued from time to time. For further details refer to clause 7.4 of the Offering Document.
Benchmark	75% twelve (12) months PKRV + 25% six (6) monthly average of the highest rates on savings account of three (3) AA-rated scheduled Banks, as selected by MUFAP.
Money Market Sub-Fund	
Investment Objective	The investment objective is to earn returns from investments in money markets of Pakistan, thus incurring a relatively lower risk than debt investments.
Investment Policy	
Allocation Policy	The investment objective is to earn returns from investments in money markets of Pakistan, thus incurring a relatively lower risk than Debt Sub-Fund. Investment avenues include government securities, cash and near-cash instruments which include cash in bank accounts (excluding TDRs), treasury bills, money market placements, deposits, certificates of deposit (COD), certificates of musharaka (COM) or any other mode of placement, TDRs, commercial papers and reverse repo. For further details, refer to clause 7.5 of the Offering Document.
Benchmark	90% three (3) months PKRV rates+ 10% three (3) months average of the highest rates on savings accounts of three (3) AA-rated scheduled Banks, as selected by MUFAP.

Equity Index Tracker Sub-Fund																
Investment Objective	The Pension Fund Manager shall place the seed capital amount of Equity Index Tracker Sub-Fund in a separate bank account instead of compliance with the following requirements for first three years from the date of launch of the Pension Fund.															
Investment Policy																
Allocation Policy	The Equity Index Tracker 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. The uninvested amount shall be kept in cash and/or near-cash instruments where near-cash instruments include cash in bank accounts (excluding TDRs), and Treasury bills not exceeding 90 days maturity. For further details, refer to clause 7.6 of the Offering Document.															
Benchmark	Return of the index being tracked by the PFM (Total return based).															
Shariah-Compliance	N/A															
Launch Date	14 th December, 2023															
Minimum Contribution Amount	PKR 500, refer to clause 6.4.1 of the Offering Document.															
Total Expense Ratio	<p>The Total Expense Ratio of the Sub-Funds shall be capped as follows:</p> <table border="1"> <thead> <tr> <th>Sub- Funds</th> <th>Maximum Total Expense Ratio Excluding Insurance Charges and Govt Levies (As % of Net Assets)</th> <th>Maximum Insurance Charge (As % of Net Assets)*</th> </tr> </thead> <tbody> <tr> <td>Equity Sub-Fund</td> <td>1.75% p.a</td> <td>0.25% p.a</td> </tr> <tr> <td>Debt Sub-Fund</td> <td>0.75% p.a</td> <td>0.25% p.a</td> </tr> <tr> <td>Money Market Sub-Fund</td> <td>0.75% p.a</td> <td>0.25% p.a</td> </tr> <tr> <td>Equity Index Sub-Fund</td> <td>1.00% p.a</td> <td>0.25% p.a</td> </tr> </tbody> </table>	Sub- Funds	Maximum Total Expense Ratio Excluding Insurance Charges and Govt Levies (As % of Net Assets)	Maximum Insurance Charge (As % of Net Assets)*	Equity Sub-Fund	1.75% p.a	0.25% p.a	Debt Sub-Fund	0.75% p.a	0.25% p.a	Money Market Sub-Fund	0.75% p.a	0.25% p.a	Equity Index Sub-Fund	1.00% p.a	0.25% p.a
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	Management shall disclose actual rate of management fee charged as percentage of net assets of Voluntary Pension Scheme in monthly Fund Manager Report.															
Subscription/Redemption Days and Timing	Monday–Friday, 09:00 AM–04:00 PM															

Risk Profile & Product Suitability													
Who is This Product Suitable For?	Pension plans are extremely essential for an individual to maintain his/her current lifestyle, post retirement It is a flexible savings-cum-investment scheme which facilitates individuals to save for their retirement in a systematic way												
Risk Profile of the Fund	<table border="1"> <tbody> <tr> <td>i</td> <td>High Volatility</td> <td>High Risk</td> </tr> <tr> <td>ii</td> <td>Medium Volatility</td> <td>Medium Risk</td> </tr> <tr> <td>iii</td> <td>Low Volatility</td> <td>Low Risk</td> </tr> <tr> <td>iv</td> <td>Lower Volatility</td> <td>Very Low Risk</td> </tr> </tbody> </table>	i	High Volatility	High Risk	ii	Medium Volatility	Medium Risk	iii	Low Volatility	Low Risk	iv	Lower Volatility	Very Low Risk
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Funds Investment Risk	Refer to clause 8.10 of the Offering Document.												

Withdrawals, Drawdowns and Benefits	
Minimum Retirement Age	60 or 70, refer to clause 6.24 of the Offering Document.
Options Available to Participants Upon Retirement	<p>a) withdraw up to 20% of the accumulated balance or such amount from his Individual Pension Account as specified in the KPK Rules; and</p> <p>b) to use the remaining amount to purchase an annuity from Insurance /Takaful Company or to subscribe to a Pension Annuity Fund as approved by the Commission, as the case may be, of his choice; or</p> <p>c) to enter into an agreement with the Pension Fund Manager to withdraw from the remaining amount in monthly installments according to an income payment plan approved by the Commission with a minimum tenure of at least 20 years or such other period as prescribed by the Employer. Details of the Approved Income Payment Plan are disclosed in this Offering Document of the plan.</p> <p>For further details, refer to clause 5.8 of the Offering Document.</p>

Early Withdrawal Conditions and Implications	The withdrawals may be liable to withholding tax or tax penalty, and, in case any such liability exists, the amount of withholding tax or tax penalty shall be deducted by the Pension Fund Manager from the amount withdrawn and such deducted amount shall be paid to the relevant Authority. Moreover, if so prescribed by the Employer, such withdrawal may also result in withholding of the future contributions by the Employer or such other repercussions as prescribed by the Employer.
Any Other Key Information Which Would Help Investors to Determine if the Product Is Suitable for Them.	For further details, refer to clause 5.10 of the Offering Document.

Brief Information of the Product Charges

Front End Load (FEL)	Distribution Channel	Percentage
NIL	Direct Investment Through PFM	NIL
	Digital Platform of PFM/Third Party	N/A

Total Expense Ratio (TER)

Participants are advised to consult the Fund Manager Report (FMR) of the respective pension fund for the latest information pertaining to the updated TER.

Key Stakeholders

- a. Pension Fund Manager HBL Asset Management Limited b. CDC Trustee