

1st SUPPLEMENTAL TO

THE

OFFERING DOCUMENT OF

FAYSAL ISLAMIC FINANCIAL GROWTH FUND

(An Open End Shariah Compliant Sector Aggressive

Fixed Income Scheme)

(Faysal Islamic Financial Growth Plan-I) (FIFGP-I) &

(Faysal Islamic Financial Growth Plan-II) (FIFGP-II)

Category of CIS/Plan	Risk Profile	Risk of Principal Erosion
Shariah Compliant Aggressive Fixed Income Scheme	Medium	Principal at medium Risk

(Wakalatul Istithamar Based Fund)

Duly vetted by

Shariah Advisor namely Mufti Abdul Zahid Farooqi

MANAGED BY

FAYSAL ASSET MANAGEMENT LTD

Effective From: November 3, 2022

The Faysal Islamic Financial Growth Fund (the Fund/the Scheme/the Trust/the Unit Trust/FIFGF) has been established through a Trust Deed (the Deed) dated through dated August 20, 2022, entered into and between Faysal Asset Management Limited, the Management Company, and Central Depository Company of Pakistan Limited, the Trustee, and is authorized under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the “Rules”) and Non-Banking Finance Companies and Notified Entities Regulation, 2008 (“Regulations”).

REGULATORY APPROVAL AND CONSENT

Approval of the Securities and Exchange Commission of Pakistan

The Securities and Exchange Commission of Pakistan (SECP) has authorized the offer of Units of Faysal Islamic Financial Growth Fund under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations 2008. The SECP has approved this Offering Document, under Regulation 54 of the NBFC & NE Regulations 2008.

Objective of the Supplementary Offering Document

Faysal Asset Management Limited is introducing **Faysal Islamic Financial Growth Plan-II (FIFGP-II)** via this 1st Supplementary Offering Document, in compliance with the relevant regulations and as stated in **Clause 1.9.3** of the Offering Document of **FIFGF**.

1- The following clause has been added in clause 1.10 to the Offering Document and read as follows:

1.10.2 Pre-IPO & IPO Period

Faysal Islamic Financial Growth Plan-II

- (a) Initial Offer is made during the Pre-IPO & IPO Period which will begins at the start of the banking hours on xx and shall end at the close of business hours on xx and IPO begins at the start of the banking hours on xxxx and shall end at the close of the banking hours on xxxx. During the Pre IPO and IPO Period, the Units shall be offered at Initial Price of Rs. 100 per Unit and subsequently at the price calculated and announced by the Management Company for every Dealing Day.

2- The Following clause has been amended and added in 2.2.1 to the Offering Document and read as follows:

(a) Faysal Islamic Financial Growth Plan-I

The Faysal Islamic Financial Growth Plan-I is a perpetual allocation plan under the “Faysal Islamic Financial Growth Fund”. The primary objective of FIFGP-I is to provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short-term Shariah Compliant instruments.

(b) Faysal Islamic Financial Growth Plan-II

The Faysal Islamic Financial Growth Plan-II is a limited life plan under the “Faysal Islamic Financial Growth Fund”. The primary objective of FIFGP-II is to provide stable risk adjusted returns to its investors by investing in a diversified, short and medium -term Shariah Compliant instruments.

3- The Following has been added to the table in clause 2.2.2 to the Offering Document and read as follows:

Plan	Benchmark
Faysal Islamic Financial Growth Plan-II	The benchmark of the Plan shall be weighted average of 12 (twelve) month Deposit Rates of 03 different Islamic Banks/Islamic Windows of Scheduled Commercial Banks.

4- The Following paragraphs has been added in clause 2.2.4 to the Offering Document and read as follows:

For “Faysal Islamic Financial Growth Plan-II”, the Management Company shall actively manage the allocations, from time to time, subject to the specified limits as per Clause 2.2.9.

5- The Following table has been amended point # 01 and 03 of FIFGP-I and added to the table in clause 2.2.9 to the Offering Document and read as follows:

Investment Policy of Faysal Islamic Financial Growth Plan-I:

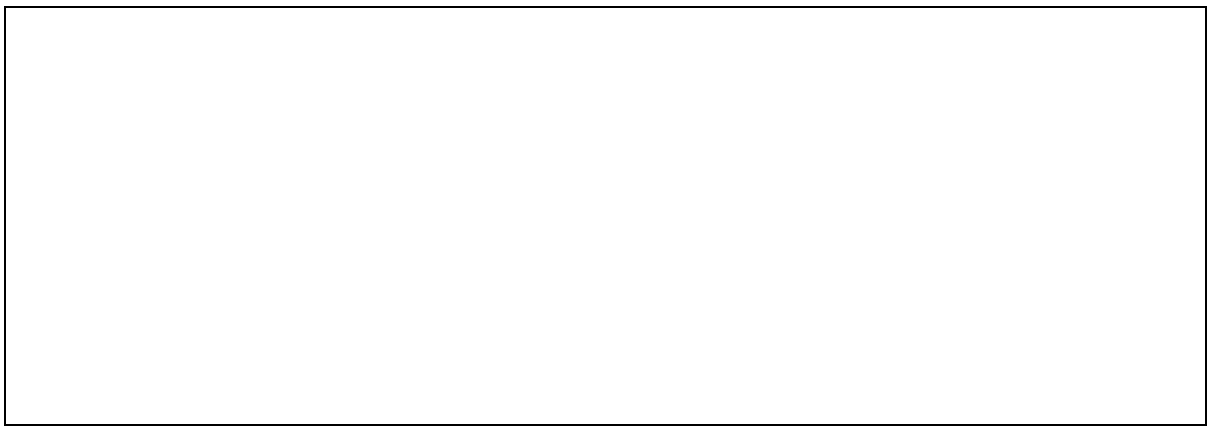
S. No.	Asset Class	Exposure as % of Net Assets
01	Cash and/ or near cash instruments in Islamic Banks and licensed Islamic Banks Windows of Conventional Banks including Islamic Microfinance Banks (excluding TDRs) and /Shariah Compliant Government Securities not exceeding ninety (90) days maturity	100% (min 10% exposure at all times)
03	Placement with Islamic Banks and licensed Islamic Banks Windows of Conventional Banks including Islamic Microfinance Bank, Certificate of Investments, Certificate of Deposits, Term Deposit Receipt, Placement of funds under Mudarabah, Murabaha, Musharikah arrangements and other Shariah Compliant Structured and/or related tenor-based investments with financial institutions and DFI.	0 - 90%

Investment Policy of Faysal Islamic Financial Growth Plan-II:

- (a) The allocation plan will be actively allocated between authorized investable avenues.
- (b) The Asset Management Company may, from time to time, change the allocations in the authorized investable avenues based on the Fund Manager’s outlook for the asset-classes.
- (c) Initially, the Asset Management Company may seek to invest in the following authorized investable avenues mentioned below:

Authorized Investment Table:

S. No.	Asset Class	Exposure as % of Net Assets
01	Cash and/ or near cash instruments in Islamic Banks and licensed Islamic Banks Windows of Conventional Banks including Islamic Microfinance Banks (excluding TDRs) and /Shariah Compliant Government Securities not exceeding ninety (90) days maturity.	100% (min 10% exposure at all times)
02	Shariah compliant securities/ including Sukuks and commercial papers issued by federal government, local governments, government agencies, statutory bodies, private and or public sector entities and / or Financial Institutions with maturity more than ninety (90) days.	0 - 90%
03	Placement with Islamic Banks and licensed Islamic Banks Windows of Conventional Banks including Islamic Microfinance, Certificate of Investments, Certificate of Deposits, Term Deposit Receipt, Placement of funds under Mudarabah, Murabaha, Musharikah arrangements and other Shariah Compliant Structured and/or related tenor-based investments with financial institutions and DFI.	0 - 90%
04	Shariah Compliant Spread Transactions or any similar kind of Shariah compliant product and any other Shariah Compliant instruments/ securities, other than Murabaha Share Financing, that may be permitted or approved by the SECP.	0 - 90%
05	Any Shariah compliant Securities in overseas markets. Overseas investments would be subject to prior approvals /guidelines of SECP and SBP.	0-30% of Net Assets or subject to cap of USD 15 million whichever is lower.
06	Any other Shariah Compliant Securities that may be allowed by the Commission from time to time and is as per the guidelines of the Fund's Shariah Advisor and under such parameters as mentioned in the Risk Management Policies of the Management Company	0 - 90%
<ul style="list-style-type: none"> The Fund shall make all investments in compliance with SECP directives. The Fund is an aggressive fixed income fund in terms of requirement of SECP Circular No. 7 of 2009. Within these requirements, the Fund will be managed in the following manner; Both rated and unrated securities shall be eligible for investment. Below investment grade rated securities shall also be eligible for investment; Weighted average time to maturity of the net assets shall not exceed 05 years and this condition shall not apply to securities issued by the Federal government; and No restriction regarding time to maturity of any single security in the portfolio. 		



- (d) The Management Company may invest or divest in\from authorized investable avenues mentioned in 2.2.9(c) above. The Management Company may also invest in any other investable avenue available to it, as categorized according to SECP Circular 7 of 2009 with the prior approval of the SECP, in the above-mentioned asset class and comply with the requirements of clause 2.2.9(b) above.

6- The Following has been added to the clause in 2.2.11 to the Offering Document and read as follows:

2.2.11 Basic features of Faysal Islamic Financial Growth Plan-II

- (a) Term/ Duration of the allocation plan: The Maturity of the allocation plan shall be twelve (12) months from the close of the subscription period of Faysal Islamic Financial Growth Plan-II. The Management Company may re-open the subscription of units after initial maturity of the plan with the prior approval of the Commission.
- (b) Front-end Load: Disclosed in **Annexure “B”**
- (c) Back-end Load – Disclosed in **Annexure “B”**
- (d) Contingent Load - Disclosed in **Annexure “B”**
- (e) Backend Load (As deferred Sale load) - **Disclosed in Annexure “B”**
- (f) After the IPO Period all Unit Holders are eligible to redeem the said Units.

Subscription Period:

FIFGF-II will be initially open for subscription from xxxx to xxxx. Subscription for the allocation plan is for limited time period upto one Hundred Twenty days (120) only which include Pre IPO and IPO Period. Class “A” Units shall be offered to investors at the initial price i.e. Rs. 100 during subscription period. The units shall be subject to Front- end load and/or Backend Load/ Contingent Load & Deferred Sales Load as disclosed in **Annexure “B”**.

7- The Following has been added to the paragraphs in clause 3.13.1(a) to the Offering Document and read as follows:

For Faysal Islamic Financial Growth Plan-II (FIFGP-II)

“CDC -Trustee Faysal Islamic Financial Growth Fund (For Common Collection Account)
“CDC - Trustee Faysal Islamic Financial Growth Fund- Faysal Islamic Financial Growth Plan-II”

8- The Following has been added to the clause 4.2 to the Offering Document and read as follows:

For Faysal Islamic Financial Growth Plan-II (FIFGP-II)

Class "A" Units (Purchase): Class "A" Units will be issued to the Unit Holders during Pre-IPO & IPO. in this allocation Plan.

Class "A" units may carry Front- end load and/or Backend Load/ Contingent Load & Deferred Sales Load as disclosed in **Annexure “B”**.

Any dividend announced for Class “A” units will be given in the form of cash dividend or bonus units, after deduction of any applicable duties & taxes.

Subject to the terms of the Trust Deed and this Offering Document, all Units and fractions thereof represent an undivided share in the Fund and rank pari passu as to their rights in the Net Assets, earnings, and the receipt of the dividends and distributions. Each Unit Holder has a beneficial interest in Scheme, proportionate to the Units held by such Unit Holder.

Irrespective of the different classes of Units issued, all Units issued from time to time shall rank pari passu inter se and shall have such rights as are set out in the Trust Deed and Offering Documents.

9- The Following in sub-clause 4.4.4 (b) has been added and it read as follows:

For Faysal Islamic Financial Growth Plan-II:

- Demand draft or Pay order in favor of “CDC- Trustee Faysal Islamic Financial Growth Fund- Faysal Islamic Financial Growth Plan-II”
- Online transfer to Bank Account(s) of “CDC- Trustee Faysal Islamic Financial Growth Fund- Faysal Islamic Financial Growth Plan-II”
- Cheque (account payee only marked in favor of “CDC- Trustee Faysal Islamic Financial Growth Fund- Faysal Islamic Financial Growth Plan-II”

10- The Following has been amended and added to the table under Annexure “B”;

ANNEXURE ‘B’

Current Level of Classes of Units, Front End Load, Back-end load, Contingent Load, Backend Load (Deferred Sales Load) and Management Fee

Allocation Plan	Front End Load (%)	Back-end Load (%)	Contingent Load (%)	Back-end Load (Deferred Sales Load) (%)	Management Fee (%)
Faysal Islamic Financial Growth Plan-II	Up to 2%	Nil	Applicable from the closing of Subscription period:	Nil	Accrued remuneration equal to an amount not more than 2% of

			1% up to 6 Months 0.5% from 06 to 12 Months		Average Annual Net Assets, within allowed expense ratio limit
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