

KEY FACT STATEMENT

Pakistan Pension Fund

Managed by MCB Investment Management Limited
Type: Open End | Category: Pension Scheme | KFS Issuance Date: 29.07.2007



DISCLAIMER

Before you invest, you are encouraged to review the detailed features of each sub funds in the Pension Fund's OD and/or monthly Fund Manager Report.

1. INVESTMENT OVERVIEW

Allocation Scheme	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund
Investment Objective	The Investment Objective of Equity Sub Fund of the Pension Fund is to earn returns from investments in Capital Markets.	The objective of the Debt Sub-Fund is to earn returns from investments in Pakistan Debt Markets, thus incurring lower risk than equity investments. As the investment of Participants nearing retirement age in the Debt Sub-Funds will be high the preservation of capital is also an important objective.	The objective of the Money Market Sub-Fund is to earn returns from investments in Pakistan Money Markets, thus incurring lower risk than Debt investments. As the investment of Participants nearing retirement age in the Money Market Fund will be high the preservation of capital is an important objective.
Investment Policy	The Pakistan Pension Fund through its three Sub-Funds will invest in equities, Debt, and money market instruments. All investments made by the Sub-Funds shall be made in a transparent, efficacious, prudent and sound manner. The proportions of these securities, or asset allocation, for each Sub-Fund will be based on the expected returns and risks as evaluated by the Pension Fund Manager. The asset allocation of the Sub-Funds may change from time to time depending on the prevailing market conditions.		
Allocation Policy	Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on a Stock Exchange or for listing of which an application has been approved by a Stock Exchange. Equity Sub-Fund shall also be eligible to invest in units of Real Estate Investment Trust and Exchange Traded Funds provided that entity/ sector/ group limits as prescribed are complied with.	The Debt Sub-fund shall consist of government securities, cash in bank accounts, money market placements, deposits, certificate of deposits (COD), certificate of musharakas (COM), TDRs, commercial paper, sukuk or any other Islamic mode of placement and any other approved debt/money market security issued from time to time.	The Money Market Sub-fund shall consist of government securities, cash and near cash instruments which include cash in bank accounts (excluding TDRs), money market placements, deposits, certificate of deposits (COD), certificate of musharakas (COM), TDRs, commercial paper or any other Islamic mode of placement and any other approved money market security issued from time to time.
Performance Benchmark	KSE-100	75% Twelve (12) Month PKRV Rates+ 25% six (6) months average of the highest rates on saving account of three (3) AA rated scheduled banks as selected by MUFAP.	90% three (3) Month PKRV Rates+ 10% three (3) months average of the highest rates on saving account of three (3) AA rated scheduled banks as selected by MUFAP.
Launch Date	29-July-2007		
Minimum Contribution Amount	Rs. 500/-		
Management Fee	The Management fee calculated on per annum basis of average daily net assets of each sub funds will be charged within allowed management fee caps viz., for Equity sub-fund up to 2.5%; Money Market sub-fund up to 1.0% and Debt sub-fund up to 1.25%.		

Subscription/Withdrawal Days and Timings	Transactions	Cut off Time
	Application for issuance of units and Withdrawal of Units	Monday to Thursday 9:00 am to 3:00 pm Friday 9:00 am to 4:00 pm

2. RISK PROFILE AND PRODUCT SUITABILITY

Who is this product suitable for?	This flexible voluntary pension scheme helps you systematically save for retirement. Choose your investment exposure from our Equity, Money Market, or Debt sub-funds, benefit from special tax advantages, and access valuable options before, at, and after retirement.
Risk Profile of the Fund	The risk profile of the fund depends on the allocation scheme selected by the participant. The details are outlined in the table below: High Volatility Allocation Scheme (HVAS) HVAS will allocate a major portion of the contribution to Equity Sub-Fund; the remaining portion will go to the Debt Sub-Fund and there will be No allocation to Money Market Sub-Fund. Medium Volatility Allocation Scheme (MVAS) MVAS will allocate a major portion of the contribution to Equity Sub-Fund and the remaining portion will be allocated to the Money Market Sub-Fund and Debt Sub-Fund Low Volatility Allocation Scheme (LVAS) LVAS will allocate a major portion of the contribution to Debt Sub-Fund and the remaining portion will be allocated between Equity Sub-Fund and Money Market Sub-Fund. Lower Volatility Allocation Scheme (LOVAS) LOVAS will NOT allocate any portion of the contribution to Equity Sub-Fund. The entire contribution will be allocated between Debt Sub-Fund and Money Market Sub-Fund. Customized Allocation Scheme (CAS) Customized Allocation Scheme offers a personalized investment between the equity and fixed income instruments through investments in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund.
Fund's Investment Risk	All investments in Pakistan Pension Fund are subject to market risks. The value of such investments may depreciate as well as appreciate, subject to market fluctuations and risks inherent in all such investments. Participants should read the Offering Document carefully to understand the investment policies, risks and tax implications and should consult their legal, financial or tax advisors before making any investment decisions.

3. WITHDRAWALS, DRAWDOWNS AND BENEFITS

Minimum Retirement Age	A Participant may at any time before or after becoming a Participant choose or change His/her date of retirement which shall be any age between sixty and seventy years or twenty-five years since the age of first contribution to a Pension fund, whichever is earlier in accordance with the Rules.
Options Available to Participants Upon Retirement	At the date of retirement of the Participant all the units of the sub funds of participant account shall be redeemed at the net asset value notified at close of the day of retirement and the amount due shall be credited to participant individual pension account in the lower volatility scheme where no option is selected by the participant offered by the Pension Fund Manager. The Participant shall then have the following options, namely: (a) To withdraw any per cent or such percentage of the amount from his individual Pension account as cash which is permissible under the Income Tax Ordinance, 2001 and subject to payment of tax as required thereunder; (b) To use the remaining amount to purchase an annuity from an Insurance Company of participant choice, such payment shall be made directly to the Insurance Company by the Trustee of the Fund on the instruction of the Pension Fund Manager; or (c) To enter into an agreement with the Pension Fund Manager to withdraw from the remaining amount, monthly installments for up to fifteen years following the date of retirement, according to an income payment plan, approved by the Commission. Details of the Approved Income Payment Plan shall be disclosed in the offering document of the plan; (d) the transfer of an individual income payment plan account from one Pension Fund Manager to another Pension Fund Manager or from one income payment plan to another income payment plan shall only take place as per the discretion of the participant and notice for the change, specifying the name of new Pension Fund Manager and the income payment plan shall be sent by the participant at least seven working days before the effective date of the proposed change. At the expiry of the Approved Income Payment Plan, the Participant shall have option to use the outstanding balance in participant Individual Pension account to purchase an Approved annuity plan from a Takaful Company of his choice or buy an income payment plan for another term or withdraw the amount from his account subject to the conditions laid down in the Income Tax Ordinance, 2001.

MCB Investment Management Limited

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Early Withdrawal Conditions and Tax Implications	Participants at any time before retirement are entitled to withdraw the whole or any part of the Units held to their credit in their Individual Pension Account. Tax shall be applicable in accordance with the requirements of the Income Tax Ordinance, 2001 and, if applicable, will be deducted by the Pension Fund Manager from the amount withdrawn
Any other key information which would help investors to determine if the product is suitable for them.	The Pakistan Pension Fund (PPF) is a voluntary pension scheme designed for individuals seeking retirement savings. It offers flexible investment options across Equity, Debt, and Money Market sub-funds, with the ability to choose from predefined or customized allocation schemes based on risk tolerance. The fund provides tax benefits and has a low minimum contribution of PKR 500, making it accessible to a broad range of investors. For those nearing retirement, capital preservation is prioritized through higher allocations to lower-risk sub-funds. The fund is professionally managed by MCB Investment Management Limited, ensuring compliance with prudent investment practices.

4. BRIEF INFORMATION ON THE PRODUCT CHARGES

1. Front End Load (FEL)	Distribution Channel	Percentage
	Direct Investment through PFM	Up to 3%
	Digital Platform of PFM / Third party	Up to 3%

Total Expense Ratio (TER)

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

Applicable Taxes

Disclaimer: Taxes are applicable in case of withdrawal as specified in the Income Tax Ordinance 2001.

5. KEY STAKEHOLDERS

a. Pension Fund Manager:

Name: MCB Investment Management Limited

Address: 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.

Customer Care Unit at (+92-21) 1111 ISAVE (47283)

Website: www.mcbfunds.com

b. Trustee:

Name: Central Depository Company of Pakistan Limited

Address: CDC House, 99- B, Block B, S.M.C.H.S, Main Shahra-e- Faisal, Karachi

Contact: 021- 111-111-500

Website: www.cdcpakistan.com

Disclaimer: All investments in pension funds are subject to market risks. The investors are advised in their own interest to carefully read the contents of Offering Document in particular the Investment Policies mentioned in clause 7 Risk Factors mentioned in clause 7.10, 7.11 and Warnings in clause 11 before making any investment decision.