

Risk Profile: Medium Risk (Principal at Medium Risk)

**Supplementary Offering Document of
Ready-Cash Income Certificates
An administrative arrangement/plan under the
Pakistan Income Fund (PIF)
Managed by Arif Habib Investment Management Limited,
An Asset Management Company**

1. Introduction

- 1.1. The Ready-Cash Income Certificates (Certificates) represent an investment in the Pakistan Income Fund and are issued under a special administrative arrangement that allows investors to invest in and encash the Certificates conveniently.
- 1.2. The Trust Deed relating to the Pakistan Income Fund dated 23rd October 2001 governs all transactions under this arrangement. Unless specifically altered by this document, all the terms and conditions of the Offering Document of the Pakistan Income Fund shall apply.

2. Objective

- 2.1. The objective of this arrangement/plan is to offer an instrument, which is safe in the event of its loss or theft, readily encashable and yet earns a market based return for the owner till cashed.

3. The administrative arrangements

- 3.1. At the present Certificates are available in denominations representing 1,000 and 2,000 Units of the Pakistan Income Fund. The Management Company may introduce certificates of other denominations. However it may impose a minimum amount of overall investment for issuance of certificates of smaller denominations.
- 3.2. The Certificates can be bought and encashed at any of the authorised bank branches. The authorised bank branches are listed in Annexure A hereto. The Management Company may alter the list from time to time. In the event any bank or branch is removed from the list, the Management Company shall provide reasonable notification of the change to existing investors in the Certificates.
- 3.3. Certificates may be bought by filling out the prescribed Form and lodging it along with the funds with an authorised bank branch.
- 3.4. Certificates may be encashed (redeemed) upon presentation, by the registered Holder signing these and lodging them with any of the authorised bank branches designated for this purpose during cash dealing hours. The Management Company may make arrangements for allowing endorsement of the Ready-Cash Income Certificates in favour of third parties subject to such safeguards, as it may consider necessary.
- 3.5. The Certificates are issued at the Ready-Cash Income Certificates Offering Price and can be redeemed at the Ready-Cash Income Certificate Redemption Price. The Management Company announces such prices for every Subscription Day. The Offering Price consists of the NAV per Unit of the Pakistan Income Fund determined at the close of the previous Business Day, (in the event there are closed days, for any reason, following that Business Day, the NAV so determined is adjusted for the accrual of income or losses if any for such closed days), a Front-end Load not exceeding one percent of the Offer Price and any Duties and Charges that might be applicable. The Redemption Price consists of the NAV as determined herein above reduced by a Back-end Load not exceeding one-eighth of one percent and any Duties and Charges that might be applicable.
- 3.6. Dividends declared on the Units represented by Ready-Cash Income Certificates shall be converted to additional Units (or fractions thereof) and shall be encashed along with the encashment of the respective Certificates.
- 3.7. The Registrar shall not record a lien on Units represented by the Ready-Cash Income Certificates.
- 3.8. Certificate that are lost, stolen or mutilated may be replaced subject to such safeguards as the Management Company may prescribe. However, it may recover reasonable costs incurred for the replacement.
- 3.9. In the event of winding up of the Pakistan Income Fund, the Ready-Cash Income Certificates shall become redeemable and the Units represented by the Certificates shall be dealt with in the same manner the rest of the Units in the Pakistan Income Fund.
- 3.10. In the event any changes are introduced in the Plan after an existing Subscriber has made an initial investment in the Plan, the existing Subscriber shall not be under any obligation to comply with the changes. However, if the Subscriber is willing to comply with the changes, he/she shall be welcome to opt for the changed terms and may be required to sign a form accepting the new terms.

4. Risk Disclosure:

- 4.1. In addition to the risks disclosed in the Offering Document of the Pakistan Income Fund, the investment in the Ready-Cash Income Certificates is exposed to the following risk:
 - 4.1.1. The Certificates are likely to be profitable if held for a period that will produce adequate income to cover the Loads and Duties and Charges if any.
 - 4.1.2. Under extreme but unlikely circumstances the investment in the Pakistan Income Fund can suffer a loss of capital.
5. All other matters – The Offering Document relating to the Pakistan Income Fund of which this plan is an administrative arrangement, shall apply to all matters not covered by this Supplementary Offering Document.
6. "Subscriber" means a unitholder in the Pakistan Income Fund.

**Authorised Bank Branches
For the issue and redemption of
ReadyCash Income Certificates**

The banking arrangements for ReadyCash Income Stages are in process. Details of the banks and their branches shall be notified through an addendum to this document.

Note

The Management Company may alter the list from time to time. Any changes shall be notified by issuing an addendum to this document. In the event any bank or branch is removed from the list, the Management Company shall provide reasonable notification of the change to existing investors in the Certificates.