

**TWELVETH SUPPLEMENTAL
TO THE
OFFERING DOCUMENT
OF**

ALHAMRA ISLAMIC INCOME FUND

**MANAGED BY
MCB ARIF HABIB SAVINGS AND INVESTMENTS LIMITED**

Dated: 20 December, 2021

This Twelveth Supplemental dated 20 December, 2021 to the Offering Document of Alhamra Islamic Income Fund (ALHIIF) issued on June 10, 2011.

Managed by MCB Arif Habib Savings and Investments Limited , an Asset Management Company managing Collective Investment Schemes, registered with the Securities and Exchange Commission of Pakistan (SECP) and regulated under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008

Alhamra Islamic Income Fund (ALHIIF) (Formerly: MCB Islamic Income Fund - MCBIIIF) (the Fund/the Scheme/the Trust/the Unit Trust/ALHIIF) has been established in Pakistan as an Open-ended unit trust scheme under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the “Regulations”) and registered under the Trust Act 1882 (II of 1882) by a Trust Deed dated March 07, 2011, entered into and between MCB Asset Management Company Limited, as the Management Company and the Central Depository Company of Pakistan Limited, as the Trustee. MCB Asset Management Company Limited has been amalgamated with and into Arif Habib Investments Limited (subsequently renamed as MCB-Arif Habib Savings and Investments Limited) with effect from June 27, 2011. After this date, MCB Arif Habib Savings and Investments Limited is acting as the Management Company of ALHIIF. The Management Company changed the name of MCB Islamic Income Fund to Alhamra Islamic Income Fund vide Second Supplemental Trust Deed dated 28th February, 2017.

Annexure ‘B’ to the Offering Document has been amended with regard to Management Fee and to read in their entirety as follows:

1. Amendment in Annexure ‘B’ with regard to Management Fee

Amended Text:

Amended text to be read as

Current level of Management Fee will be calculated as follows:

The Management Company shall charge a fee at the rate of up to 10% of the gross earnings of the Scheme, calculated on a daily basis.

The Actual rate of Management Fee on the basis of Net Assets shall be disclosed in the monthly Fund Manager Report.

Gross earnings of the Scheme would be calculated by adding up the following:

- Realized and unrealized gains on Shariah Compliant government securities including amortization of discounts (excluding amortization of premiums) on these securities;
- Income from Mudarabah, Murabaha, Musharakahs, Istisna’a and Ijarah arrangements with banks, NBFCs, Mudarabahs and DFIs transactions;
- Income from Islamic bank deposits; and
- any other income earned by the Scheme

While calculating Gross earnings of the Scheme, no deduction would be made whatsoever on account of management fee, tax, formation cost or any other expense chargeable to the Scheme. The remuneration due to the Management Company shall be calculated and accrued on a daily basis but paid monthly.

In consideration of the foregoing, and save as aforesaid, the Management Company shall be responsible for the payment of all expenses incurred by the Management Company from time to time in connection with its responsibilities as Management Company of the Fund. The Management Company shall not make any charge against the Unit Holders or against the Fund Property or against the Distribution Account for its services or for its expenses, except such expenses as are expressly authorized under the provisions of the Regulations and this Offering Document.

Existing Text:

Current level of Management Fee will be calculated as follows:

The Management Company shall charge a fee at the rate of up to 10% of the gross earnings of the Scheme, calculated on a daily basis. Provided that the fee is subject to a minimum of 0.25% of the average daily net assets of the Scheme.

Gross earnings of the Scheme would be calculated by adding up the following:

- Realized and unrealized gains on Shariah Compliant government securities including amortization of discounts (excluding amortization of premiums) on these securities;
- Income from Mudarabah, Murabaha, Musharakahs, Istisna'a and Ijarah arrangements with banks, NBFCs, Mudarabahs and DFIs transactions;
- Income from Islamic bank deposits; and
- any other income earned by the Scheme

While calculating Gross earnings of the Scheme, no deduction would be made whatsoever on account of management fee, tax, formation cost or any other expense chargeable to the Scheme. The remuneration due to the Management Company shall be calculated and accrued on a daily basis but paid monthly.

In consideration of the foregoing, and save as aforesaid, the Management Company shall be responsible for the payment of all expenses incurred by the Management Company from time to time in connection with its responsibilities as Management Company of the Fund. The Management Company shall not make any charge against the Unit Holders or against the Fund Property or against the Distribution Account for its services or for its expenses, except such expenses as are expressly authorized under the provisions of the Regulations and this Offering Document.