

**TENTH SUPPLEMENTAL  
TO THE  
OFFERING DOCUMENT OF  
MCB DCF INCOME FUND (MCB DCFIF)**

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

**Dated: 19 May, 2021**

This Tenth Supplemental Offering Document dated 19 May, 2021 to the Offering Document of MCB DCF Income Fund issued on February 22, 2007.

**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 Regulations) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.**

MCB DCF Income Fund (the Fund/the Scheme/the Trust/the Unit Trust/MCB DCFIF) 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 November 09, 2006, 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 with effect from June 27, 2011. After this date, MCB Arif Habib Savings and Investments Limited is acting as the Management Company of MCB DCFIF.

Amendment in Sub Clauses 4.3.1 ,4.3.2, 4.3.2 (ii) (a), (c), & (d)“Income Units”, 4.3.7, 4.3.8 ,4.6.5 and Addition of sub clauses 4.3.2 (iv) “Unit 365- Growth” and 4.3.2 (v) “Unit 365-Income” , 4.3.9 and Annexure ‘B’ with regard to **sales load of Unit 365-Growth and Unit 365-Income and Note for Unit 365-Growth, Unit 365-Income and Bachat Units** to the Offering Document has been added/ amended and to read in their entirety as follows:

**1. Amendment in sub clause 4.3.1 to the Offering Document**

**Amended text to be read as**

4.3.1 An investor at the time of opening an account shall select the type(s) of Unit(s) in which investor wishes to invest in, namely Growth Unit, Income Units, Bachat Units, Unit 365-Growth and/ or Unit 365-Income.

**2. Amendment in sub clause 4.3.2 to the Offering Document**

**Amended text to be read as**

4.3.2 The Management Company may from time to time amend the minimum amount of initial investment that is required to open and maintain an account with the Transfer Agent. At the initial offer and later on, the minimum amount of investment to open and maintain an account is Rs. 500 for Growth Units & Unit 365-Growth and Rs. 100,000 for Income Units & Unit 365-Income. The Management Company reserves the right to alter the minimum amounts stated hereinabove. In the event the investment in any investor’s account falls below the minimum level as a result of revised limits, changes in valuation, redemption, transfer or transmission, the Management Company may instruct the Transfer Agent to close such account by redeeming the Units in such accounts at the close of any accounting period at the price applicable to redemptions on such date. For Income Units & Unit 365-Income, in case the amount falls below Rs. 90,000 and / or principal investment, due to deduction

of withholding tax at the time of distribution and amount reduced due to such dividend transaction(s), the Management Company may, if it thinks fit, continue to pay income/ profit at the desired frequency of the Unit Holder on the reduced investment balance.

Following the minimum initial investment, Unit Holders of MCB DCFIF may add a minimum of Rs. 500 per transaction at their convenience. Units of MCB DCFIF (including fraction thereof) shall be issued against the amount received from the Unit Holders in accordance with the procedure laid down in this Replacement Offering Document. The Management Company may alter the minimum amount required for opening, maintaining or adding to the account. Provided an upward change for maintaining the account or adding funds the Management Company shall give thirty days' notice to Unit Holders.

**3. Amendment in sub clause 4.3.2 (ii) (a), (c) & (d) "Income Units" to the Offering Document**

**Amended text to be read as**

**4.3.2 (ii) Income Units:**

- a) The Unit value grows in line with the growth in the NAV, and the Unit Holders shall receive such portion of appreciation in the form of cash, as decided by the Management Company.  
Portion of appreciation means market value of the invested amount less available cost.
- c) The Unit Holder shall at the time of purchase of units, exercise its option to receive amount earned on their investment at regular intervals (i.e. monthly, quarterly, semi-annually and annually). Further, the Unit Holders may change its existing option of regular interval by providing change request form.
- d) Such periodic payment shall be processed by the Management Company on the 25<sup>th</sup> day of each calendar month. Provided that if 25<sup>th</sup> day of the month of a certain regular interval is not a Dealing Day the redemption arrangement of Income Units would either be transferred to the next Dealing Day or would be processed on previous Dealing Day at the discretion of the Management.

**4. Addition of sub clause 4.3.2 (iv) "Unit 365-Growth" to the Offering Document**

**Added text to be read as**

**4.3.2(iv) Unit 365-Growth Units:**

Unit 365-Growth Units are meant for those investors having long term investment prospect i.e. one year or more. Front End Load will not be applicable on such Units held for 365 calendar days or more, however Back

End Load as outlined in Annexure 'B' will be applicable on such Units if the investor redeems their Units before 365 calendar days from the date of its investment.

Minimum and additional Investment for Unit 365-Growth Units are Rs. 500/- and Rs. 500/- respectively.

These Units will be entitled to get Bonus Units and/or Cash dividend whichever is announced by the Management Company.

**Special Features:**

- a) Conversion of Unit 365-Growth to another type of units of all funds excluding Unit 365-Growth is allowed subject to Back End Load. However, no back end load will be applicable on the Unit 365-Growth converted after 365 calendar days from the date of its initial investment. Front End Load may be applicable as per Offering Documents of other schemes if conversion is made in any other type of units.
- b) In case there is a multiple investment at different dates, the redemption of Unit 365-Growth would be based on FIFO method.
- c) At the time of distribution, the dividend on Unit 365-Growth would be reinvested in Growth units after deduction of applicable taxes.

**4.3.2 (v) Unit 365-Income Units:**

Unit 365-Income Units are meant for those investors having long term investment prospect i.e. one year or more. Front End Load will not be applicable on such Units, however Back End Load as outlined in Annexure 'B' will be applicable on such Units if the investor redeems their Units before 365 calendar days from date of its investment.

Minimum and additional Investment for Unit 365-Income Units are Rs. 100,000/- and Rs. 500/- respectively.

These Units will be entitled to get Bonus Units and/or Cash dividend whichever is announced by the Management Company.

**Special Features:**

- a) Conversion of Unit 365-Income to another type of units of all funds excluding Unit 365-Income is allowed subject to Back End Load. However, no Back End Load will be applicable on the Unit 365-Income converted after 365 calendar days from the date of its initial investment. Front End Load may be applicable as per the Offering Documents of other schemes if conversion is made in any other type of units.
- b) In case there is a multiple investment at different dates, the redemption of Unit 365-Income would be based on FIFO method.

- c) At the time of distribution, the dividend on Unit 365-Income would be reinvested in Growth units after deduction of applicable taxes.
- d) The Unit value grows in line with the growth in the NAV, and the Unit Holders shall receive such portion of appreciation in the form of cash, as decided by the Management Company. Portion of appreciation means market value of the invested amount less available cost.
- e) Such periodic payment to the Unit 365-Income Holders shall be made by redeeming such number of Units as decided by the Management Company. Back end load will not be applicable on periodic payment.
- f) The Unit Holder shall at the time of purchase of Unit 365-Income, exercise its option to receive amount earned on their investment at regular intervals (i.e. monthly, quarterly, semi-annually and annually). Further, the Unit Holders may change its existing option of regular interval by providing change request form.
- g) Such periodic payment shall be processed by the Management Company on the 25<sup>th</sup> day of each calendar month. Provided that if 25<sup>th</sup> day of the month of a certain regular interval is not a Dealing Day the redemption arrangement of would either be transferred to the next Dealing Day or would be processed on previous Dealing Day.

## **5. Amendment in sub clause 4.3.7 & 4.3.8 to the Offering Document**

### **Amended text to be read as**

- 4.3.7 The Management Company shall, on the 25<sup>th</sup> of every Regular Interval, calculate the redemption value to be paid to the Income & Unit 365-Income Unit Holder(s) based on the Redemption Price of that day. Provided that if 25<sup>th</sup> day of the month of a certain regular interval is not a Dealing Day the redemption arrangement of Income Units & Unit 365-Income Units would either be transferred to the next Dealing Day or would be processed on previous Dealing Day.
- 4.3.8 In case of Income Units & Unit 365-Income Units, if the investment balance of the Unit Holder falls below the minimum limit i.e. Rs. 90,000/- and/ or principal investment, due to deduction of withholding tax at the time of distribution and amount is reduced due to such dividend transaction(s), the Management Company may, if it thinks fit, continue to pay income/ profit at the desired frequency of the Unit Holder on the reduced investment balance.

**6. Addition of sub clause 4.3.9 to the Offering Document**

**Added text to be read as**

- 4.3.9 Periodic payments in case of Income Units & Unit 365-Income Units shall be processed as per same regular interval for Income Units & Unit 365-Income Units opted by the Unit Holder at the time of its initial investment. Unit Holder may change its regular interval through Change Request Form; however such change in regular interval shall be considered as same regular interval for both Type of Units (Income Units and Unit 365-Income Units).

**7. Amendment in sub clause 4.6.5 to the Offering Document**

**Amended text to be read as**

4.6.5 Minimum Amount of Investment

Initially Units shall be issued at Par Value of Rs. 100/- with a minimum investment size of Rs. 500/- (Rupees Five Hundred only) for Growth Units & Unit 365-Growth Units and Rs. 100,000/- (Rupees One Hundred Thousand only) for Income Units & Unit 365-Income Units and Rs. 500/- (Rupees Five Hundred only) for Bachat Units, thereafter the minimum amount for investment would be Rs. 500/- (Rupees Five Hundred only) per transaction, at applicable NAV or purchase price, other than reinvestment of Dividend and Bonus Units. The Management Company reserves the right to alter the minimum amounts stated hereinabove after giving thirty (30) days prior notice to the Unit Holders. However, enhancement in current minimum monetary investments shall not take effect retrospectively. The minimum initial and subsequent investment size will not be applicable to conversion of one CIS to another CIS, Transfer and transmission.

Note: In case of online investments, the Management Company may accept amount below the Minimum Amount of Investment (as mentioned in this Offering Document) at its own discretion.

**8. Sales load for Unit 365-Growth and Unit 365-Income and addition of NOTE for Unit 365-Growth, Unit 365-Income and Bachat Units in Annexure 'B' to the Offering Document:**

**Added text to be read as**

**Unit 365-Growth & Unit 365-Income**

- Front End Load: Nil
- Back End Load:
  - 1.5% if redeemed before completion of 365 calendar days from the date of initial investment.

- 0% if redeemed on and after completion of 365 calendar days from the date of initial investment.

**Note for Unit 365-Growth, Unit 365-Income and Bachat Units:**

The Management Company has the discretion to either waive or charge full or partial Back End Load percentage as specified above for Unit 365-Growth, Unit 365-Income and Bachat Units of the Unit Holder(s) on case to case basis.