

Risk Disclaimer: All investments in mutual funds are subject to market risks. The NAV of units may go up or down based on the market conditions. Past performance is not necessarily indicative of future results. The investors are advised in their own interest to carefully read the Offering Document in particular the investment policy in Clause 2.2 and risk disclosure and warning statements contained in Clause 2.11 and Part 11 respectively in this Offering Document.

Offering Document - 1st Supplement



 **LAKSON INVESTMENTS**
WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN



Lakson Money Market Fund

1st SUPPLEMENT
TO THE
OFFERING DOCUMENT OF
LAKSON MONEY MARKET FUND
MANAGED BY
LAKSON INVESTMENTS LIMITED

Dated: November 22, 2013

First Supplement dated November 22, 2013 to the Offering Document of the Lakson Money Market Fund (LMMF) issued on November 05, 2009 managed by Lakson Investments Limited, an Asset Management Company Licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003.

Established in Pakistan under the Trust Act 1882 (11 of 1882) by a Trust Deed dated September 02, 2009 between Lakson Investments Limited, the Management Company and Central Depository Company of Pakistan Limited, the Trustee and registered under Regulation 44 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, on July 07, 2011:

Effective from **November 28, 2013**, the following clauses of the Offering Document have been amended to read in their entirety as follows:

1. Clause 4.2.2 of the Offering Document is amended to its entirety to read as follows:

The minimum amount of investment to open and maintain an account is Rupees One Thousand (Rs. 1,000/-) for Growth Units and Rupees One hundred Thousand (Rs. 100,000/-) for Income Units. The Management Company reserves the right to alter the minimum amounts stated hereinabove. If the investment in any investor's account falls below the minimum level as a result of revised limits, redemption, transfer or transmission, the Management Company may instruct the Registrar to inform the concerned Unit Holder(s) in writing and allow the Unit Holder(s) twenty one (21) Business Days, from the date of written intimation, to meet the minimum account balance requirements. If however, the Unit Holder(s) fails to meet the required minimum account balance then the Management Company may instruct the Registrar to proceed with 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, in case the amount falls below Rupees One Hundred Thousand (Rs. 100,000/-), funds shall be transferred to Growth Units.

2. Clause 4.3.1 of the Offering Document is amended to its entirety to read as follows:

The minimum amount of investment for Growth Units shall be Rupees One Thousand (Rs. 1,000/-), with no applicable maximum amount.

3. Clause 5.4.1 of the Offering Document is amended to its entirety to read as follows:

The Management Company shall distribute by way of dividend to the Unit Holders of the Scheme not less than ninety percent (90%) of its income received or derived from sources other than unrealized capital gains as reduced by such expenses as are chargeable to the Scheme under the Rules and Regulations during an accounting year.

4. Clause 5.4.2 of the Offering Document is amended to its entirety to read as follows:

On announcement of dividend, the Management Company may instruct the Trustee to transfer such amount of cash as required to reflect such distribution to the Distribution Account. The amount standing to the credit of the Distribution Account shall not for any purposes of the Trust Deed be treated as part of the Trust Property but shall be held by the Trustee upon trust to distribute the same as herein provided.

Effective from **February 25, 2014**, the following clauses of the Offering Document have been amended to read in their entirety as follows:

5. Clause 2.3 of the Offering Document is amended to its entirety to read as follows:

Authorized Investments

The Scheme shall be authorized to invest in the following instruments:

Instruments	Entity Rating	Instrument Rating	Max. Exposure
Government Securities: Treasury Bills and other short term Government Securities	-	-	100%
Deposits with Banks and Financial Institutions of maximum six (6) months maturity*	AA	AA	100%
Certificates of investment, musharaka, Modaraba and deposit issued by Financial Institutions of maximum six (6) months maturity*	AA	AA	75%
Reverse Repo against Authorized Investments	-	-	50%
Money market placements with Banks and Financial Institutions including clean placements, letter of placements (LOP) of up to (6) months maturity*	AA	AA	75%
Commercial papers	AA	-	10%
Money market instruments issued, listed and traded outside Pakistan subject to regulatory approvals from the Commission and the State Bank of Pakistan	AA	AA	30%
Any other investment authorized by the Commission from time to time	AA or any other rating specified by the Commission	AA or any other rating specified by the Commission	50% unless specified otherwise by the Commission

* If Financial Institution is an NBFC or Modaraba then the entity / instrument rating should be at least 'AAA'.

The Scheme may also invest in other instruments, not listed above, with prior approval of the Commission and in such instruments as authorized by the Commission via directives/communiqué at a later date.

All the investments in above mentioned instruments shall be subject to the exposure limits and minimum ratings as specified hereinabove however:

- a) Either the instrument or the entity issuing the instrument should be rated as per above mentioned rating criteria to qualify for investment.
- b) The rating requirements shall not apply for the instruments issued the Government or that are backed by an irrevocable and unconditional Government guarantee.

6. Clause 2.4 of the Offering Document is amended to its entirety to read as follows:

Benchmark

The benchmark for Lakson Money Market Fund shall be the 50% Average 3M T-bills yield + 50% Average 3M TDR rate of minimum AA rated banks.

The performance of the Scheme shall be compared to the benchmark after deducting all the expenses charged to the Scheme as per the Regulations.