

FIRST SUPPLEMENTAL OFFERING DOCUMENT

IGI MONEY MARKET FUND

Category
Money Market Scheme

Benchmark
Average of 3-Month deposit rate of AA and above rated scheduled banks

Managed By
IGI FUNDS LIMITED

[An Asset Management Company licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the "Rules")]

Date of Publication of Offering Document: May 17, 2010

Initial Offer Period: May 25, 2010 to May 27, 2010

Date of Publication of this First Supplemental Offering Document: May 13, 2011

The IGI Money Market Fund (the "Unit Trust" or the "Trust", or "IGIMMF" or the "Scheme" or the "Fund") has been established as an open-end scheme through a Trust Deed dated **March 4, 2010** (the "Trust Deed") entered into between IGI Funds Limited (the "Management Company") and Central Depository Company of Pakistan Limited (the "Trustee") and is registered under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations" or the "NBFC Regulations").

Effective from May 13, 2011, the following clauses of the Offering Document have been amended to read in their entirety as follows:

2. INVESTMENT OBJECTIVE, INVESTMENT POLICY, RESTRICTIONS, RISK DISCLOSURE AND DISCLAIMER

2.2 Investment Policy

The Scheme has been categorized as Money Market Scheme. The investment policy of the Scheme is constructed to ensure overall compliance with investment objective mentioned in para 2.1 above. IGI Money Market Fund will strive to earn competitive returns, by investing in short term instruments consistent with low risk and high liquidity. The Fund seeks to maintain a high degree of liquidity by investing in short-term instruments, whereby the time to maturity of any asset shall not exceed six months and weighted average time to maturity of net assets shall not exceed 90 days. The Fund will invest primarily in the money market specifically in cash and near cash instruments such as cash in bank accounts (excluding TDRs), Government Securities, money market

placements, and deposits, certificate of deposits, certificate of musharika (COM), TDRs, commercial papers and reverse repos. The Fund will not take any direct or indirect exposure to equities.. The Fund aims to mitigate risk by following prudent investment criteria and investing solely in high quality instruments and entities. With respect to entity ratings, rating of any NBFC or Modaraba shall not be lower than AAA (Triple A) and rating of any bank or DFI shall not be lower than AA (Double A Category). Furthermore, rating of any security in the portfolio shall not be lower than AA (Double A Category). The Fund's portfolio will therefore be firmly committed to high quality assets associated with low levels of risk.

Allocation among various instruments will be based on analysis of macro and micro economic variables such as interest rates, economic growth rates, political climate and analysis of the sector and entity in which the Fund intends to take exposure.

All investments made will be within the limits prescribed in the NBFC Regulations, as amended from time to time, or as otherwise specified by the Commission.

6. CHARACTERISTICS OF UNITS

6.1 Classes of Units

- (c) Class 'B' Units shall be offered after the period of the Initial Offer and shall carry Front-end Load.

6.3 Minimum / Maximum Investment

- 6.3.3 The Management Company may alter the minimum and/or maximum amount required for opening, maintaining or adding to the account. Provided that an upward revision for maintaining the account or adding funds shall require the Management Company to give thirty (30) calendar days prior notice to Unit Holders.

~~6.3.4 In the event the investment in any Unit Holder's account falls below the minimum level as a result of the revised limits, changes in valuation, redemption, transfer or transmission, the Management Company may instruct the Registrar to inform the concerned Unit Holder(s) in writing and allowing 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.~~

6.7 Determination of Offer Price

- 6.7.5 All forms received at the Authorized Transactions Locations (ALTs) as per **Annexure 'B'** to this document, within the cut off time mentioned in sub-Clause 6.7.4 above shall be acknowledged by appropriate date and time stamping mechanism. The Management

Company and authorized distributors shall forward all the purchase requests to the Trustee within twenty four hours of the receipt thereof.

- 6.7.7 In the event that the amount paid as provision for payment of Duties and Charges pursuant to sub-Clause 6.7.2(c) above is insufficient to pay in full such Duties and Charges, the Management Company shall be liable for the payment in full of the amount of such Duties and Charges in excess of such provisions.

6.10 **Determination of Redemption Price**

- 6.10.5 All forms received at the Authorized Transactions Locations (ATL) as per **Annexure 'B'** to this document, within the cut off time mentioned in sub-Clause 6.10.4 above, shall be acknowledged by appropriate date and time stamping mechanism. The Management Company and authorized distributors shall forward all the redemption requests to the Trustee within twenty four hours of the receipt thereof.

- 6.10.6 In the event that the amount paid as provision for payment of Duties and Charges pursuant to sub-Clause 6.10.2(b) above is insufficient to pay in full such Duties and Charges, the Management Company shall be liable for the payment in full of the amount of such Duties and Charges in excess of such provisions.

8. **FEES AND CHARGES**

8.1 **Fees and Charges Payable by an Investor**

- 8.1.1 The Unit Offer Price is calculated by adding a Front-end Load not exceeding five per cent (5%) and Transaction Cost to the Net Asset Value (The current level of Front-end Load and Transaction Cost is indicated in **Annexure 'A'**). Any upward revision in current level of applicable Front-end Load requires approval of the Commission.

- 8.1.2 The Unit Redemption Price is calculated after deducting a Back-end Load not exceeding five per cent (5%) and Transaction Cost from the Net Asset Value of the Unit (The current level of Back-end Load and Transaction Cost is indicated in **Annexure 'A'**). Any upward revision in current level of applicable Back-end Load requires approval of the Commission.

8.3.1 **Remuneration of the Management Company**

- A. A remuneration of an amount not exceeding three per cent (3%) of the average annual Net Assets of the Scheme as defined under the Regulations during the first five (5) years and two per cent (2%) of the average annual Net Assets of the Scheme for the rest of the Scheme's existence. The Management Company shall acquire approval of the Commission in case of any upward revision in the current rate of remuneration as indicated in **Annexure 'A'**.

15. TERMINATION OF THE SCHEME

15.1 Revocation of the Scheme

15.1.1 The Management Company may terminate the Scheme, if the Net Assets at any time fall below unmanageable level. The Management Company shall give at least three (3) months notice to the Unit Holder(s) and the SECP and shall disclose the grounds of its decision.

ANNEXURE "A"

CURRENT LEVEL OF FEES & SUBSCRIPTION DAYS

(Effective from May 13, 2011)

	Current	Maximum
Front End Load	1.0%	5.0%
Back End Load	Nil	Nil
Management Fee	0.80% p.a. of the average daily NAV	3% p.a. of the average daily NAV for first five years, and 2% p.a. of the average daily NAV for rest of life of the Scheme
Subscription Days	Monday through Friday	N/A