

**AMENDMENTS TO**

**SUPPLEMENTARY OFFERING**

**DOCUMENT OF**

**ATLAS ISLAMIC MONTHLY PENSION PLAN**

*(An Income Payment Plan Offered under Atlas Pension Islamic Fund)*

**DATED: June 02, 2016**

**Amendments to the  
Second Supplementary Offering Document Dated June 02, 2016  
of Atlas Pension Islamic Fund (APIF)  
Issued on March 28, 2011.**

**(Managed by Atlas Asset Management Limited, as an Asset Management Company registered under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003)**

Established in Pakistan under the Trusts Act 1882 by a Trust Deed dated August 31, 2007 and as amended via Supplemental Trust Deed dated June 06, 2013 between Atlas Asset Management Limited, as the Pension Fund Manager and Central Depository Company of Pakistan Limited, as the Trustee, and authorized under Rule 9 of the Voluntary Pension System Rules, 2005 (Rules).

**1. Amendment in Sub-Clause 1.3 of “Introduction”**

In first sentence of sub-clause 1.3 the text “the age of 75” shall be deleted and replaced with the words “fifteen years”. In second sentence after the text “monthly income” the text “/installment” and at the end “,if any” shall be added.

**For the sake of clarity the amended Sub-Clause 1.3 shall be read as under:**

The monthly income commences from the participant’s chosen retirement date for up to fifteen years, or as allowed under the VPS Rules from time to time. The monthly income/ installment will comprise of part repayment of outstanding balance in the participant’s individual pension account and return earned on the outstanding balance, if any.

**2. Amendment in Sub-Clause 2.1 - “Retirement Age” of “Options at Retirement”**

In sub-clause 2.1 the text “or twenty five years since the age of first contribution to a pension fund” shall be added after the words “sixty and seventy years”.

**For the sake of clarity the amended Sub-Clause 2.1 shall be read as under:**

**Retirement Age:** The participants may choose their age of retirement between sixty and seventy years or twenty five years since the age of first contribution to a pension fund (or in case of disability, as per the procedure laid down in Trust Deed/ Offering Document of Atlas Pension Islamic Fund) or as may be allowed by the Commission under the VPS Rules.

**3. Amendment in Sub-Clause 2.2 - “Date of Retirement” of “Options at Retirement”**

In clause sub-clause 2.2 following text shall be shall be inserted at the end:

“The Pension Fund Manager shall maintain a record of the retirement dates of all participants and inform them of their retirement date before the day of retirement.”

**For the sake of clarity the amended Sub-Clause 2.2 shall be read as under:**

**Date of Retirement:** The participant is required to send a notice to the Pension Fund Manager by submission of the Retirement Options Form, in writing or in such other form which may be acceptable to the Pension Fund Manager, at least thirty days before the chosen date of retirement, stating the selected Retirement Date, chosen mode of benefits to be received from the Scheme and such other details as may be required by the Pension Fund Manager, from time to time. The Pension Fund Manager shall maintain a record of the retirement dates of all participants and inform them of their retirement date before the day of retirement.

**4. Amendment in Sub-Clause 2.3(c) - “Benefits on Retirement” of “Options at Retirement”**

In sub-clause 2.3(c) the text “till the age of seventy-five years or earlier or as specified in the Rules” shall be deleted and replaced with the text “for up to fifteen years following the date of retirement or as allowed by the Commission from time to time”.

**For the sake of clarity the amended Sub-Clause 2.3(c) shall be read as under:**

(c) To enter into an arrangement with the pension fund manager of his/her choice to transfer (credit) the remaining amount from his/her Individual Pension Account to an Approved Income Payment Plan offered by a pension fund manager and approved by the Commission from which payment comprising of repayment of accumulated balance and income earned will be made in monthly installments for up to fifteen years following the date of retirement or as allowed by the Commission from time to time.

**5. Amendment in Sub-Clause 5.3 of “Features of the Atlas Islamic Monthly Pension Plan”**

The entire text of sub-clause 5.3 shall be deleted and replaced with the following text:

“The investor has the option to invest total balance with an objective to drawdown in an installment plan or to set aside 20% of the balance to be paid as installment along with the last installment of the plan.”

**For the sake of clarity the revised Sub-Clause 5.3 shall be read as under:**

The investor has the option to invest total balance with an objective to drawdown in an installment plan or to set aside 20% of the balance to be paid as installment along with the last installment of the plan.

**6. Amendment in Sub-Clause 5.4 – “Monthly Payment” of “Features of the Atlas Islamic Monthly Pension Plan”**

In sub-clause 5.4 the text “Option 1, the value of total balance shall be divided into the remaining number of months in the selected period of income payment plan. This exercise shall be undertaken at the end of each year. Further, the text “till the age of 75 years, or as allowed under VPS Rules from time to time” shall be deleted and replaced with the text “in the selected period of income payment plan”.

**For the sake of clarity the revised Sub-Clause 5.4 shall be read as under:**

**Monthly Payment:** Under the Atlas Islamic Monthly Pension Plan, Option 1, the value of total balance shall be divided into the remaining number of months in the selected period of income payment plan. This exercise shall be undertaken at the end of each year. In Option 2, the value of 80% of the balance shall be divided into the remaining number of months in the selected period of income payment plan. This exercise shall be undertaken at the end of each year.

**7. Amendment in Sub-Clause 5.5 – “Allocation” of “Features of the Atlas Islamic Monthly Pension Plan”**

In sub-clause 5.5 following text shall be added at the beginning under the heading **Allocation:**

“Option 1:

- (a) Total balance will be invested in Atlas Pension Islamic Fund and paid in installments during the selected period of income payment plan. The allocation available under this option are:

**i) Customized Allocation Scheme:**

	<b>EQUITY SUB FUND</b>	<b>DEBT SUB FUND</b>	<b>MONEY MARKET SUB FUND</b>
Up to fifteen years	Up to 50%	Up to 75%	Up to 100%

Option 2:”

Further, the text in table under ii) Customized Allocation Scheme shall be deleted and replace with the following text:

	<b>EQUITY SUB FUND</b>	<b>DEBT SUB FUND</b>	<b>MONEY MARKET SUB FUND</b>
Up to Fifteen years	Up to 100%	Up to 100%	Up to 100%

**For the sake of clarity the amended Sub-Clause 5.5 shall be read as under:**

**Allocation:**

Option 1:

- (b) Total balance will be invested in Atlas Pension Islamic Fund and paid in installments during the selected period of income payment plan. The allocation available under this option are:

**i) Customized Allocation Scheme:**

	<b>EQUITY SUB FUND</b>	<b>DEBT SUB FUND</b>	<b>MONEY MARKET SUB FUND</b>
Up to fifteen years	Up to 50%	Up to 75%	Up to 100%

Option 2:

- (a) 80% out of the total balance will be invested in APIF – Money Market Sub Fund
- (b) The remaining 20% balance will be invested according to the investor’s desired risk exposure, within the prescribed allocation limits. The allocation options available under the plan are:

**i) Life Cycle Allocation Scheme:**

<b>AGE RANGE</b>	<b>EQUITY SUB FUND</b>	<b>DEBT SUB FUND</b>	<b>MONEY MARKET SUB FUND</b>
Between 60-65 years	15%	40%	45%
Between 65-70 years	5%	45%	50%
Between 70-75 years	0%	40%	60%

ii) **Customized Allocation Scheme:**

	<b>EQUITY SUB FUND</b>	<b>DEBT SUB FUND</b>	<b>MONEY MARKET SUB FUND</b>
Up to Fifteen years	Up to 100%	Up to 100%	Up to 100%

8. **Amendment in Sub-Clause 5.7 of “Features of the Atlas Islamic Monthly Pension Plan”**

In sub-clause 5.7 the text “option shall be inserted after the words “shall have”.

**For the sake of clarity the amended Sub-Clause 5.7 shall be read as under:**

At the expiry of the Atlas Monthly Islamic Pension Plan, the investor shall have option to use the outstanding balance in his/her Individual Pension Account (if any) to purchase an Approved Annuity Plan from a Life Insurance Company of his/her choice or any other Plan as may be allowed by the Commission as per sub clause (2) of clause 18 of the Voluntary Pension System Rules, 2005 and sub-Para (3) of Para 6.18 of the Offering Document of the Atlas Pension Islamic Fund.

9. **Amendment in Sub-Clause 5.12 – “Term of the Plan” of “Features of the Atlas Islamic Monthly Pension Plan”**

In sub-clause 5.12 the text “or twenty five years since the age of first contribution to a pension fund” shall be inserted after the words “70 years”. Further, the text “the age of 75 years” shall be deleted and replaced with the text “15 years”.

**For the sake of clarity the amended Sub-Clause 5.12 shall be read as under:**

**Term of the Plan:** The Atlas Islamic Monthly Pension Plan can be joined at or after retirement between the age of 60 to 70 years or twenty five years since the age of first contribution to a pension fund and the investor may continue to receive pension under the plan up to 15 years, or as allowed under the VPS Rules from time to time.

10. **Addition of New Sub-Clause in Sub-Clause 13.1 of “Taxation”**

The sub-clause 13.1(vi) shall be renumbered as (vii) and a new sub-clause 13.1(vi) and footnote (e)\* shall be inserted as follows:

“(vi) The amount received as monthly installment from an income payment plan invested out of the accumulated balance of an individual pension account with the pension fund manager shall be exempted from tax provided the accumulated balance is invested for a minimum period of ten years. (e)\*

(e) Clause 23B of Part 1 of Second Schedule of the Income Tax Ordinance, 2001.”

**For the sake of clarity the new Sub-Clause 13.1 (vi) and (vii) shall be read as under:**

(vi) The amount received as monthly installment from an income payment plan invested out of the accumulated balance of an individual pension account with the pension fund manager shall be exempted from tax provided the accumulated balance is invested for a minimum period of ten years. (e)\*

(e) Clause 23B of Part 1 of Second Schedule of the Income Tax Ordinance, 2001

(vii) The payment made by Pension Fund Manager under Atlas Islamic Monthly Pension Plan shall not be subject to any withholding tax.

**11. Amendment in Sub-Clause 14.6 of “Risk Disclaimer”**

In sub-clause 14.6 the text “amount set aside at the start of the plan out of the investor’s total” and “to be paid as a bullet payment at the end of the plan,” shall be deleted.

**For the sake of clarity the amended Sub-Clause 14.6 shall be read as under:**

The invested amount may deplete depending on the capital market conditions and level of interest rates.