JS INVESTMENTS LIMITED

JS Islamic Hybrid Fund of Funds (JSIHFoF)

6th Supplement to the Offering Document

(Shariah Compliant Fund of Funds Unit Trust Scheme With Allocation Plans)

Wakalatul Istithmar Based Fund

6/16/2021

The Shariah Advisor
Al HilalShariah Advisors (Pvt)Ltd

Sixth Supplement to the Offering Document of JS Islamic Hybrid Fund of Funds (JSIHFoF) dated 16-06-2021

Managed by JS Investments (Pvt.) Limited, an Asset Management Company registered with the Securities & Exchange Commission of Pakistan (SECP) and regulated under the Non-Banking Finance Companies (NBFC) Rules 2003 and NBFC & NE Regulations 2008.

JS Islamic Hybrid Fund of Funds is established in Karachi, Pakistan as an open-end Fund by a Trust Deed, dated October 28, 2016 registered under the Trust Act, 1882 by and between JS Investments Limited, as the Management Company (Wakeel) and Central Depository Company of Pakistan Limited, as the Trustee, and registered by Securities and Exchange Commission of Pakistan (SECP) as a notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations").

The Shariah Advisors of the Fund Mufti Irshad Ahmed Ijaz, on behalf of Al-Hilal Shariah Advisors (Pvt.) Limited, has reviewed this 6th Supplemental Offering Document of the JSIHFoF and provided the consent that this Supplement to the Offering Document adheres to the principles of Shariah.

The following clauses in the Offering Document are added / revised:

Clause No.	Previous Clause	Proposed Changes	Rationale
2.3.1(viii)	Capital Preservation is also not valid in case Plan is terminated before the maturity date i.e. 2 years	Capital Preservation is also not valid in case Plan is terminated before the maturity date i.e. ~~(2 Years)~~.	As a result of the pandemic, the equity markets faced a massive contraction whereas in order to boost the overall economy and manage the economic crisis caused due to Covid-19, the discount rates were also reduced. Due to a forced majeure event the capital erosion in the Plan was caused which could neither be predicted nor catered to through CPPI methodology. Therefore in the best interest of the unit holders, the extension in the maturity period of Plan is proposed to offer them an opportunity to earn better (expected) returns along with the benefits of capital preservation
2.3.2	**a) JS Islamic Capital Preservation Allocation Plan – 8 (JSICPAP-8)** "JS Islamic Capital Preservation Allocation Plan – 8" is a limited-term (2 Years) Constant Proportion Portfolio Insurance (CPPI) based allocation plan offered under "JS Islamic Hybrid Fund of Funds". The Plan aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Sovereign Income/Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts/term deposits, while providing principal preservation of the Initial Investment Value at completion of the life of the Plan.	**a) JS Islamic Capital Preservation Allocation Plan – 8 (JSICPAP-8)** "JS Islamic Capital Preservation Allocation Plan – 8" is a limited-term ~~(2 Years)~~ Constant Proportion Portfolio Insurance (CPPI) based allocation plan offered under "JS Islamic Hybrid Fund of Funds". The Plan aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Sovereign Income/Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts /term deposits, while providing principal preservation of the Initial Investment Value at completion of the life of the Plan. The Pre-IOP of the JS Islamic Capital	

	The Pre-IOP of the JS Islamic Capital Preservation Allocation Plan - 8 shall be from October 15, 2019 to December 19, 2019, both days inclusive. The Plan shall have a One (1) day IOP on December 20, 2019. The Plan's life shall start after clearance of all proceeds from Pre-IPO and IOP. Maturity shall be two (02) years from the starting date of the Plan's life. • JSICPAP-8 will be dynamically allocated between the Equity Portion (Shariah Compliant Dedicated Equity Funds) and Income Portion (Shariah Compliant Sovereign Income/Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts /term deposits) at Pre-defined Intervals by using the Constant Proportion Portfolio Insurance (CPPI) Methodology. • The Plan may invest in Shariah Compliant Dedicated Equity Funds, Shariah Compliant Sovereign Income Funds and Shariah Compliant Money Market Funds offered by the Management Company and/or other AMCs and Shariah Compliant Bank saving accounts/ term deposit based on criteria defined below . • The dynamic asset allocation is aimed at providing higher returns through participation in the Equity Portion while aiming to preserve *downside risk of capital* erosion through	Preservation Allocation Plan - 8 shall be from October 15, 2019 to December 19, 2019, both days inclusive. The Plan shall have a One (1) day IOP on December 20, 2019. The Plan's life shall start after clearance of all proceeds from Pre-IPO and IOP. The Initial Maturity of Plan is two (02) years from the starting date of the Plan's life. The Management Company has further extended the Maturity period for TWO year, which shall close on December 26, 2023,. After the end of this period, the Management Company may announce a subsequent Maturity for certain period where management company feels appropriate in the interest of unit holders. During the extended period, Unit Holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable Back End Load/ Contingent Load. • JSICPAP-8 will be dynamically allocated between the Equity Portion and Income Portion at Pre-defined Intervals by using the Constant Proportion Portfolio Insurance (CPPI) Methodology. • The Plan may invest in Shariah Compliant Dedicated Equity Funds, Shariah Compliant Sovereign Income Funds, Shariah Compliant Money Market Funds offered by the Management Company and/or other AMCs, and Shariah Compliant Bank saving accounts / term deposits based on the criteria defined below. • The dynamic asset allocation is aimed at	

	participation in the Income Portion. • The allocation between the Equity Portion and the Income Portion will vary depending upon changes in the Plan Value. • Allocation to Equity Portion will generally increase in the case where equity markets are rising, while allocation to the Income Portion will generally increase if the equity markets decline. • The dynamic allocation mechanism will reallocate Plan's Net Assets, at Pre-Defined Intervals, in such a manner that if on a given business day the Proportion of Equity Portion allocation of the Plan is X% (ranging between 0% to 50%) then the Proportion of Income Portion allocation will be (100% - X%). • The Plan may place a certain percentage of the Plan's assets (adjusted for redemptions, if any, during the Life of the Plan and inclusive of any Front-end Load) into cash and/or near cash instruments as mentioned in the authorized investments table below in order to meet the Plan Expenses. • The asset composition of the plan shall be rebalanced at least on 5% decline in Portfolio Value from the previous rebalancing or on weekly basis, whichever falls earlier. • The Management Company, from time to time at its discretion may lock-in certain percentage	providing higher returns through participation in the Equity Portion while aiming to preserve *downside risk of capital* erosion through participation in the Income Portion. • The allocation between the Equity Portion and the Income Portion will vary depending upon changes in the Plan Value. • Allocation to Equity Portion will generally increase in the case where equity markets are rising, while allocation to the Income Portion will generally increase if the equity markets decline. • The dynamic allocation mechanism will reallocate Plan's Net Assets, at Pre-Defined Intervals, in such a manner that if on a given business day the Proportion of Equity Portion allocation of the Plan is X% (ranging between 0% to 50%) then the Proportion of Income Portion allocation will be (100% - X%). • The Plan may place a certain percentage of the Plan's assets (adjusted for redemptions, if any, during the Life of the Plan and inclusive of any Front-end Load) into cash and/or near cash instruments as mentioned in the authorized investments table below in order to meet the Plan Expenses. • The asset composition of the plan shall be rebalanced at least on 5% decline in Portfolio Value from the previous rebalancing or on weekly basis, whichever falls earlier.	

	of the profits (if any) from the Equity Portion by realizing profits. The profits realized in this manner, shall be used by increasing the allocation to the Income Portion. • If on any Business Day, or in case of a non-Business Day, the next immediate Business day, the Plan Value falls to a level that it triggers the "Bond Floor event", the entire Net Assets of the Plan will be allocated to a combination of "Income Portion" and "Cash or Near Cash instruments", within (3) three Business Days following the date of Occurrence of the aforementioned event(s), so as to ensure Capital Preservation for Unit Holders who hold their investments till completion of the Life of the Plan. The exposure to combination of "Income Portion" and "Cash or Near Cash Instruments" shall be selected to potentially yield a return required to provide Capital Preservation to the Plan's Unit-Holders upon completion of Life of the Plan. **Basic features of JS Islamic Capital Preservation Allocation Plan – 8:** **a) Term/ Duration of the Allocation Plan:** The duration of the plan is 24 Months. **b) Subscription Period:** The plan will be open for subscription from **October 15, 2019 to December 20, 2019,** both days inclusive. Subscription for the plan is for limited time period only. Only Class "A" Units shall be issued to	• The Management Company, from time to time at its discretion may lock-in certain percentage of the profits (if any) from the Equity Portion by realizing profits. The profits realized in this manner, shall be used by increasing the allocation to the Income Portion. • If on any Business Day, or in case of a non-Business Day, the next immediate Business day, the Plan Value falls to a level that it triggers the "Bond Floor event", the entire Net Assets of the Plan will be allocated to a combination of "Income Portion" and "Cash or Near Cash instruments", within (3) three Business Days following the date of Occurrence of the aforementioned event(s), so as to ensure Capital Preservation for Unit Holders who hold their investments till completion of the Life of the Plan. The exposure to combination of "Income Portion" and "Cash or Near Cash Instruments" shall be selected to potentially yield a return required to provide Capital Preservation to the Plan's Unit-Holders upon completion of Life of the Plan. **Basic features of JS Islamic Capital Preservation Allocation Plan – 8:** a) **Term/ Duration of the Allocation Plan:** The duration of the plan is 24 Months from the starting date of the plan's life which may be further extended for certain period after initial maturity as approved by the commission.	

	investors at the Offer Price, during subscription period. **c) Front End Load: Up to 3.00%** **d) Contingent Load on withdrawal**: 0.00%	b) **Subscription Period:** The plan will be open for subscription from October 15, 2019 to December 20, 2019, both days inclusive. Subscription for the plan is for limited time period only. Only Class "A" Units shall be issued to investors at the Offer Price, during subscription period c) **Front End Load:** Up to 3.00% d) **Contingent Load on withdrawal**: 0.00%	

All other segments of the Annexure shall remain unchanged.

SHARIAH ADVISORY APPROVAL

Al-Hilal
Shariah Advisors

May 19, 2021

Mr. Khawar Iqbal
Director Finance and Company Secretary
JS Investment Limited
The Centre, 19th Floor, Plot No. 28, SB-5,
Abdullah Haroon Road, Saddar, Karachi

Subject: CONSENT ON 6TH SUPPLEMENT TO THE OFFERING DOCUMENT OF JS ISLAMIC HYBRID FUND OF FUNDS (JSIHFoF)

Assalam-u-Alaikum,

Dear Mr. Khawar,

Concerning your letter dated 18th May 2021 regarding Consent on 6th supplement to the offering document of JS Islamic Hybrid Fund of Funds. We have reviewed and vet the enclosed Offering Document and found it to be in accordance with Shariah guidelines. We hereby give our Consent on 6th supplement to the offering document of JS Islamic Hybrid Fund of Funds and give our No-objection for submission to the same to the Trustee and SECP for further processing.

Regards,

Faraz Younus Bandukda
Chief Executive

Mufti Irshad Ahmad Aijaz
Shariah Advisor

Al-Hilal Shariah Advisors (Pvt) Limited
Suite 807, 8th Floor, Horizon Towers, Com 2/6, Khayaban-e-Saadi,
Block 03 Clifton, Karachi
Tel :+92-21-35306931-37, Web: www.alhilalsa.com

TRUSTEE CONSENT

DIGITAL CUSTODIAN COMPANY
Formerly MCB Financial Services Limited

DCCL/COM/0034/21

May 17, 2021

Mr. Khawar Iqbal
Director Finance & Company Secretary
JS Investments Limited
The Centre 19th Floor, Plot No. 28 SB-5
Abdullah Haroon Road,
Saddar, Karachi-74400.

Re; Consent regarding amendments in the offering document of JS Islamic Hybrid fund of funds

Dear Sir,

This is with reference to your letter dated May 7, 2021 regarding the above mentioned subject. In this regard, we hereby provide our consent for the amendments in the offering document of JS Islamic Hybrid fund of funds.

Regards,

Khawaja Anwar Hussain
Chief Executive Officer

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SECP APPROVAL

SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN
SPECIALIZED COMPANIES DIVISION
POLICY, REGULATION AND DEVELOPMENT DEPARTMENT

No. SCD/AMCW/JSIHFOF/ 271 /2021 June 16, 2021

The Chief Executive Officer,
JS Investments Limited,
The Centre, 19th Floor,
Plot No. 28 SB-5, Abdullah Haroon Road
Saddar, Karachi

SUBJECT: **SIXTH SUPPLEMENTAL TO THE OFFERING DOCUMENT OF JS ISLAMIC HYBRID FUND OF FUNDS (JSIHFOF) AND FOURTH SUPPLEMENTAL TO THE OFFERING DOCUMENT OF JS ISLAMIC HYBRID FUND OF FUNDS -3 (JSIHFOF-3)**

Dear Sir,

Please refer to the email dated May 07, 2021 subsequent correspondence received on June 9, 2021 on the captioned subject received from your office.

In this connection, I am directed to convey approval to the 6th supplemental to offering document of JSIHFOF and 4th supplemental to the offering document of JSIHFOF-3 enclosed with aforementioned email in terms of Regulation 44(8) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

JS Investments Limited shall further ensure proper dissemination to 30 days prior notice to each unit holder regarding the extension in maturity of the plan and the option to exit without any backend/contingent load and also disclose this information on the website of JS Investments Limited.

Yours truly,

"Say no to Corruption"

Ahmad Abdulmoiz Khawaja
Additional Joint Director

Cc:

Chief Executive officer Central Depository Company of Pakistan Limited Trustee – JS Islamic Hybrid Fund of Funds – 3 CDC House, 99-B, Block 'B' S.M.C.H.S. Main Shahrah-e-Faisal, Karachi	Chief Executive officer Digital Custodian Company Trustee – JS Islamic Hybrid Fund of Funds Pardesi House 2/1 R-Y Old Queens Road, Karachi