

# Key Fact Statement MCB Alhamra KPK Govt. Employees' Pension Fund

Managed by MCB Investment Management Limited



## DISCLAIMER

This document is not a replacement of Offering Document (OD). Before you invest, you are encouraged to review the detailed features of each sub – fund in the Fund's OD and / or Monthly Fund Manager Report.

## 1. INVESTMENT OVERVIEW

Allocation Scheme	Equity Sub Fund	Debt Sub Fund	Equity Index Sub Fund	Money Market Sub Fund
<b>Investment Objective</b>	In line with the permission granted by the Commission, the Pension Fund Manager shall place the seed capital amount in a separate bank account for first three years from the date of launch of the Pension Fund.			The Investment Objective of the Money Market Sub-Fund is to earn returns from investments in Money Markets of Pakistan, thus incurring a relatively lower risk than debt sub fund.
<b>Investment Policy</b>	The Pension Fund Manager shall invest assets of the Pension Fund in those securities which are declared eligible by the Commission and Shariah Advisor.			
<b>Allocation Policy</b>	<p><b>Equity Sub Fund:</b> Shariah Compliant equity securities which are listed on a Stock Exchange or for the listing of which an application has been approved by a Stock Exchange and Equity sub-fund shall be eligible to invest in units of Shariah Compliant Real Estate Investment Trusts and Exchange Traded Funds provided that entity/sector/group exposure limits as prescribed are complied with</p> <p><b>Debt Sub Fund:</b> Shariah Compliant government securities, Shariah Compliant cash in bank account, Shariah Compliant money market placements, deposits, Shariah Compliant certificate of deposits (COD), Shariah Compliant certificate of musharakas (COM), Shariah Compliant TDRs, Shariah Compliant Commercial Paper, Shariah Compliant Sukuk or any other Islamic mode of placement, shariah compliant reverse repo, deposits/placements with Islamic Microfinance Banks and any other approved shariah compliant debt/money market security issued from time to time</p> <p><b>Money Market Sub Fund:</b> shariah compliant government securities, cash and near cash instruments which include cash in shariah compliant bank accounts (excluding shariah compliant TDRs), , shariah compliant money market placements, shariah compliant deposits, shariah compliant certificate of deposits (COD), shariah compliant certificate of musharakas (COM) or any other Islamic mode of placement, TDRs, shariah compliant Commercial Paper, shariah compliant reverse repo;</p> <p><b>Equity Index Sub Fund:</b> The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis. The un invested amount shall be kept in cash and/or near cash instruments where near cash instruments include Shariah Compliant cash in bank account (excluding Shariah Compliant TDRs), and Shariah Compliant Treasury bills not exceeding 90 days maturity.</p>			
<b>Performance BenchMark</b>	90% three (3) Month PKISRV+ 25% three (3) months average of the highest rates on saving account of three (3) AA rated scheduled Islamic banks or Islamic window of conventional banks as selected by MUFAP			
<b>Launch date</b>	December 13, 2023			
<b>Minimum Contribution Amount</b>	PKR 500/-			
<b>Total Expense Ratio</b>	The Total Expense Ratio of the Sub-Funds shall be capped as follows:			
	<b>Sub- Funds</b>	<b>Maximum Total Expense Ratio excluding Takaful charges and Govt levies (as % of Net Assets)</b>	<b>Maximum Takaful charges (as % of Net Assets)</b>	
	Money Market Sub-Fund	0.75% p.a	0.25% p.a	
	Debt Sub- Fund	0.75% p.a	0.25% p.a	
	Equity Index Sub- Fund	1.00% p.a	0.25% p.a	
	Equity Sub- Fund	1.75% p.a	0.25% p.a	

### MCB Investment Management Limited

Head Office: 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi  
UAN: (+92-21) 111 468 378 (INVEST)  
URL: www.mcbfunds.com, Email: info@mcbfunds.com

**Subscription/Withdrawals  
Days and Timings**

9:00 am to 3:00 pm (Monday to Thursday) and 9:00 am to 4:00 pm (Friday).

**2. RISK PROFILE AND PRODUCT SUITABILITY****Who is this Product suitable for?**

The **MCB Alhamra KPK Govt. Employees' Pension Fund** is suitable for Government of Khyber Pakhtunkhwa (GoKP) employees, enabling systematic retirement savings through contributions from both employees and the employer. It offers a Shariah-compliant, flexible pension scheme with various allocation options tailored to individual risk preferences, managed by professional investment managers to ensure long-term financial security.

**Risk Profile of the Fund**

The risk profile of the fund depends on the allocation scheme selected by the participant:

**a. Default Asset Allocation Scheme:** In the event no choice is made by the Employee, a Pension Fund Manager, keeping in view the profile and age of the Employee, shall allocate the Contributions to the default Asset Allocation Scheme as follows

Age	Equity index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
For the period of 3 years from date of account opening	0%	0%	0%	100%
Up to 30 years	30%	10%	30%	30%
Up to 40 years	20%	10%	30%	40%
Up to 50 years	15%	5%	20%	60%
Up to 60 years	10%	0%	10%	80%

**b. Life Cycle Allocation Scheme:** This Allocation Scheme provides the Employees with an option to allocate their contributions in a pre-planned allocation strategy as per their age. The younger the Employee, the higher the allocation towards equity market due to his/ her risk-taking ability with reference to long term horizon:

Age	Equity index Sub-Fund	Equity Sub-Fund	Combined exposure to Equity	Debt / Money Market Sub-Fund
For the period of 3 years from date of account opening	0%	0%	0%	100%
Up to 30 years	Max. 50%	Max. 25%	Max. 50%	Max. 50%
Up to 40 years	Max. 40%	Max. 20%	Max. 40%	Max. 60%
Up to 50 years	Max. 30%	Max. 15%	Max. 30%	Max. 70%
Up to 60 years	Max. 20%	Max. 10%	Max. 20%	Max. 80%

The exact exposure to each Sub Fund within the Allocation Scheme would be decided by the Employee at time of account opening and may be changed at any time at the discretion of Employee subject to age limits prescribed under KPK Rules.

**Fund's Investment Risk**

**Disclaimer:** EMPLOYEE(S) AND PROSPECTIVE EMPLOYEE(S) ARE ADVISED IN THEIR OWN INTEREST TO CAREFULLY READ THE CONTENTS OF THIS OFFERING DOCUMENT IN PARTICULAR THE RISK FACTORS MENTIONED IN CLAUSE 7.10 AND WARNINGS IN CLAUSE 12 BEFORE MAKING ANY INVESTMENT DECISION

**Any other Key Information**

The MCB Alhamra KPK Govt. Employees' Pension Fund specifically designed for KPK government employees, offering Shariah Compliant flexible investment options across Equity, Debt, Money Market, and Equity Index sub-funds. It empowers employees to choose asset allocations based on their individual risk tolerance and retirement. The Fund is professionally managed by MCB Investment Management Limited, ensuring compliance with prudent investment practices.

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### 3. WITHDRAWALS, DRAWDOWNS AND BENEFITS

<b>Minimum Retirement Age</b>	The retirement age for the participants shall be on the completion of sixtieth (60th) year of his age or such age as may be prescribed in the Rules from time to time. A Civil Servant may opt to retire early from service, after completion of twenty five (25) years of qualifying service or attaining the age of fifty five (55) years, whichever is later.
<b>Options Available to Participants Upon Retirement</b>	At the date of retirement of the Employee(s) all the units of the sub funds in the Employee(s) Individual Pension Account shall be redeemed at the net asset value notified at close of the day of retirement and the amount due shall be credited to Employee(s) Individual Pension Account in the lower volatility scheme where no option is selected by the Employee(s) offered by the Pension Fund Manager. The Employee(s) shall then have the following options, namely: (a) to withdraw up to such percentage of amount from his Individual Pension account as specified in the KPK Rules; and (b) use the remaining amount to purchase an annuity from a life insurance / takaful company and/or any other annuity plan as offered under the Rules of Employee(s) choice subject to such limits as prescribed by the Employer; or (c) enter into an agreement with the Pension Fund Manager to transfer Employee(s) balance to an Approved Income Payment Plan offered by the Pension Fund Manager as approved by the Commission.
<b>Early Withdrawal Conditions and Implications</b>	Employee(s) at any time before retirement are entitled to withdraw the whole or any part of the Units held to their credit in their Individual Pension Account. Tax may be applicable in accordance with the requirements of the Income Tax Ordinance, 2001 and, if applicable, will be deducted by the Pension Fund Manager from the amount withdrawn. The withdrawal shall also be subject to conditions (if any) imposed by the Employer.  Note: The Employee(s) must understand that as per KPK Rules, in case an Employee withdraws any amount from his Individual Pension Account before attaining the retirement age; the Employer shall stop making employer's contributions in the subject Individual Pension Account and shall not resume such contributions until the Employee deposits the withdrawn amount, along with an additional amount equal to one percent (1%) of the withdrawn amount for every completed month, since the date of withdrawal, in his Individual Pension Account.
<b>Any other key information which would help investors to determine if the product is suitable for them.</b>	This pension fund is specifically designed for KPK government employees seeking a Shariah-compliant, long-term investment option for retirement planning with capital appreciation. The fund offers flexible asset allocation across Shariah-compliant equity, debt, money market, and equity index sub-funds, allowing participants to tailor their investment according to their risk appetite. The fund is supported by a reputable management company, trustee, and an experienced Shariah Advisory Board, ensuring compliance with Islamic investment principles

### 4. BRIEF INFORMATION ON THE PRODUCT CHARGES

#### 1. Front End Load (FEL)

Distribution Channel	Percentage
Direct Investment through AMC	NIL
Digital Platform of AMC / Third party	NIL

#### Total Expense Ratio (TER)

Investors are advised to consult the Fund Manager Report (FMR) of the **MCB Alhamra KPK Govt. Employees' Pension Fund** for the latest information pertaining to the updated TER.

### 5. KEY STAKEHOLDERS

#### a. Pension Fund Manager:

Name: MCB Investment Management Limited  
Address: 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan .  
Customer Care Unit at (+92-21) 1111 ISAVE (47283)  
Website: www.mcbfunds.com

#### b. Trustee:

Name: Central Depository Company of Pakistan Limited  
Address: CDC House, 99- B, Block B, S.M.C.H.S, Main Shahra-e- Faisal, Karachi  
Contact: 021- 111-111-500  
Website: www.cdcpakistan.com

#### c. Shariah Advisor:

The Management Company has appointed Shari'ah Supervisory Board for the funds and underlying plans comprised of the following Shari'ah Advisors:

- (a) Justice (Rtd.) Muhammad Taqi Usmani (Chairman)
  - (b) Dr. Muhammad Zubari Usmani
  - (c) Dr. Ejaz Ahmed Samadani
- Contact: 0336-3382302

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