

NBP FULLERTON ASSET MANAGEMENT LIMITED

INVESTMENT FORM (INDIVIDUALS AND INSTITUTIONS)
(FORM: Capital Protected / Principal Preservation Strategy Plan)



NBP Fullerton
Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan

Agreement

NAFA Account Number

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 Conventional CPS Islamic CPS Date: _____

1. ACCOUNT DETAILS (FILL IN BLOCK LETTERS)

Principal Account Holder's Name _____

2. INVESTMENT DETAILS

Name of Fund: _____ Amount (Rs.) _____ Amount in Words: _____

3. PAYMENT DETAILS

Mode of Payment Cheque Pay Order Demand Draft Online Transfer/ RTGS

Cheque / Pay Order / Demand Draft No./RTGS/Online Ref No. _____ drawn on (Bank & Branch) _____

Cheque / Pay Order / Demand Draft No./RTGS/Online Ref No. _____ drawn on (Bank & Branch) _____

4. UNIT TYPE - Growth Unit only, with dividend reinvestment

5. TERMS AND CONDITIONS OF CPS PORTFOLIO

- For Institutional Clients

Registered under _____, having its principal office at _____ acting through its _____ holding CNIC No. _____ & _____ holding CNIC No. _____

- For Individual Client

holding CNIC No. _____
holding CNIC No. (For Joint Applicant) _____
resident at _____

Authorized by its Board (hereinafter called the "Investor" which expression, where the context so permits, shall include its successors in interest and permitted assigns) of the First Part;

AND

NBP Fullerton Asset Management Limited (NAFA), a public limited company incorporated under the Companies Ordinance, 1984, having its principal office at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi, acting through _____ holding CNIC No. _____ and _____ holding CNIC No. _____, authorized by its Board of Directors (hereinafter called the "NAFA" which expression where the context so permits shall include its successors in interest and permitted assignees) of the Second Part; and

WHEREAS:

The Investor appoints NAFA to manage a Capital Protected / Principal Preservation Strategy (CPS) Portfolio in respect of preserving the Floor Value. The initial investment amount in the Portfolio is Rs. _____ million (Rupees in words _____ Million Only). The Initial Net Asset Value (Par Value) of the Portfolio will be Rs. 100/- per unit. Floor Value is the sum of initial Net Asset Value and Administrative Fee.

1. Main Features of the Investment Policy

1.1. Return Objectives

- To earn a higher return than bank deposits.
- To benefit from the growth of the stock market, while protecting the downside risk to the extent possible.

1.2. Risk Tolerance

The Net Asset Value per unit of this CPS Portfolio may not fall below the Floor Value (defined above),

Please tick one - Capital Protection/ Preservation at.

- From Day one
- One year from the date of investment
- Two years from the date of investment
- _____ years from the date of investment

This strategy will be automatically renewed under this arrangement unless consent in writing contrary thereto is conveyed by either party. The CPS Portfolio will continue to be managed by NAFA even after the Maturity date unless one of the parties terminates by giving a 30 day notice to the other party.

1.3. Constraints

1.3.1. Investment Time Horizon

The investment time horizon is medium term. However, the Investor can redeem the entire investment at any time on a short notice.

1.3.2. Liquidity

The Investor has no unusual liquidity needs, however the entire or partial investment can be converted to cash, if a need arises. There is no "lock-in" period, and there is no penalty on encashment.

2. Investment Strategy

A certain portion of the CPS Portfolio will be invested in the low-risk asset. The remaining portion will gradually be invested in the risky asset. Due to the changing performance of the assets, especially the risky asset, the percentage between the risky and low-risk assets will be constantly managed. Based on the strategy, the risky asset is sold as it falls in value and bought as it rises in value.

2.1 Redemption

Investor can at any time request for complete or partial redemption of Units issued under this agreement. Redemption will be processed through disinvestment in the underlying Funds on a pro-rata basis in such a manner that the weight-age between risky and low risk assets remains unchanged.

2.2 Unique Preferences and Circumstances

The Investor may revise the Floor Value per Unit as defined above. This will enable the investor to adjust his/her risk / return profile. The Investor provides complete discretion to NAFA for the execution of the Investment Methodology. The Investor authorizes NAFA to invest/disinvest and re-invest in any of the Authorized Investments (Clause 4).

3. Risk Disclosures

- 3.1. The Strategy is run that the Net Asset Value per unit does not fall below the pre-defined Floor Value. The systematic risk is that the capacity to rebalance may be affected by market mechanism and macro factors beyond the control of NAFA. The capital protection/preservation is provided through the structure and Strategy of the Portfolio. NAFA does not offer or issue or assume any guarantee for the protection/preservation of the principal investment or any return on such investment. The investment portfolio is subject to market and other risks.

4. Authorized Investments

- Low-Risk assets – Any Money Market and Income / Islamic Income Fund(s) managed by NAFA.
- High-Risk assets – Any Equity / Islamic Equity related Fund(s) managed by NAFA.

The Investor has read and understood the Trust Deeds and Offering Documents of the above Funds.

5. **Benchmark:** _____ (The historical performance of the Strategy managed by NAFA has been 15% p.a.).

6. Parameters

- 6.1. Management fee of underlying Fund(s) shall apply. An Administrative Fee of 3% (subject to taxes) will be charged on Initial Investment. No load will be charged on switching between the Funds.
- 6.2. The Investment Plan may be revised from time to time by the Investor in consultation with NAFA.
- 6.3. Both the Investor and NAFA have read, understood and agreed to this Investment Portfolio.

7. General

- 7.1. The Investor can terminate CPS Portfolio by simply informing NAFA. Portfolio value will be redeemed and transferred to investor's account.
- 7.2. NAFA shall provide monthly Account Statement of the Plan to the Investor.

8. Arbitration

This Agreement shall be subject to and governed by the laws of Pakistan. In the event of any dispute(s) arising out of this Agreement, the same shall be referred to arbitration by two arbitrators, one to be appointed by the Investor and the other to be appointed by NAFA. In the event of lack of consensus between the two arbitrators, the matter shall be referred to an umpire, to be selected by the two arbitrators before commencement of the reference. The unanimous decision of both the arbitrators, or the decision of the umpire, as the case may be, shall be final and binding upon both the parties hereto. The arbitrators and the umpire shall be selected from amongst senior partners of renowned firms of chartered accountants, or senior partners of renowned law firms, or senior bankers or senior members of the Karachi Stock Exchange (Guarantee) Limited. The venue of the arbitration shall be Karachi. The arbitration shall be conducted in accordance with the Arbitration Act, 1940 or any substitution thereof.

The operational date of the portfolio is (The date of investment): _____ (To be defined by Portfolio Manager)

6. DECLARATION

1. The client will not claim Repatriation from Pakistan of Dividends and Sales proceeds of the units except as permissible under the rules of State Bank of Pakistan or Ministry of Finance, Government of Pakistan.
2. The client has read and understood the Trust Deeds and Offering Documents of the respective Fund(s) and the risks involved.
3. The client agrees to abide by the terms & conditions, rules and regulations of the respective Fund(s).
4. The client ratify that the information provided in this form is correct.
5. The client understands that Investment in funds with an equity exposure carries relatively higher risk.
6. The client understands that if Investment form is received by NAFA and or Distributor/Facilitator after the cut off time, that transaction will be processed on the next working day and that the client would not hold NAFA responsible for any loss consequent to such processing of investment form on the next working day.

Investor Signature 1

Investor Signature 2

NAFA Signature 1

NAFA Signature 2

In case of Corporate clients, company's seal is required to be affixed alongwith the signatures of authorized signatories.

7. DISTRIBUTOR / FACILITATOR INFORMATION (For Office Use Only)

Distributor / Facilitator Name / Code	Signatures of Distributor / Facilitator	Transaction No.	Transaction Date
NBP Referred - Name	Designation	CNIC	Emp. ID / Branch

8. FOR REGISTRAR USE ONLY

Form received on (Date & Time)	Date and attachments verified by	Data Input by