



INVESTMENTS

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Notice of Unit holder meeting of First Dawood Mutual Fund

Notice is hereby given that a meeting of the unitholders of First Dawood Mutual Fund (FDMF) shall be held on October 2, 2019 at 10:00 am at G3, Ground Floor, BRR Tower, Hassan Ali Street, I.I. Chundrigar Road, Karachi to transact the following business:

The Assets Management company, with the approval of Board of Directors in meeting held on September 23, 2019, has decided to merge FDMF into 786SF. Management company has a view that resulting to such merger, assets under management of the surviving fund (i.e., 786SF) shall substantially increase and thus allowing all the unit holders in the surviving fund to benefit from economies of scale resulting in fulfilling the investment objectives and policies more economically and efficiently.

Currently, FDMF is classified as Balanced Scheme and as per Offering Document clause 2.1, Investment Objective of the Fund, the Fund shall remain invested in equity market ranging from 30% to 70% of its net assets.

However, 786 Smart Fund is classified as Shariah compliant Income Scheme and as per Investment Objective of the fund is to provide competitive risk adjusted return to its investors by investing in a diversified portfolio of long, medium and short term Shariah Compliant debt instruments.

Resulting to merge 786 Smart Fund will become surviving fund and continue to be Shariah Compliant Income Scheme. Investment Objective and Investment Policy of surviving fund has restriction over equity investment component in the Shariah Compliant Income Scheme.

FDMF Unitholder approval is required for relaxation in clause 2.1.1 (i) of Offering Document relating to Investment Policy and disposal of equity securities in FDMF in order to effectuate the merger of FDMF into 786SF (Shariah Compliant Income Scheme).

RESOLUTION TO BE CONSIDERED AT THE UNITHOLDERS MEETING

“RESOLVED THAT the unitholders of FDMF be and is hereby approve the relaxation in offering document clause 2.1.1 (i) relating to Investment Policy to dispose of all the equity securities before the merger.”

“FURTHER RESOLVED THAT the management company on behalf of FDMF submit an application to SECP for relaxation of Circular 7 of 2009 with respect to Balance Scheme investment guideline”

By Order of the Board,


Talal Ismail Pasha
Company Secretary

Notes:

- 1- The Register of unit holder will remain closed from September 30, 2019 to October 2, 2019 (both days inclusive). Transfers received in order by our registrar, FD Registrar Services (SMC-Pvt) Ltd situated at 17th floor, Saima Trade Tower A, I.I. Chundrigar Road, Karachi by the close of business on September 27, 2019 will be considered in time to attend and vote at the meeting.
- 2- Uni holders are requested to notify and change in their address immediately to the management company.

Proxy Forms:

- 3- Unit holders desiring to appoint proxies shall submit filled and signed proxy form to the management company, along with attested copies of their CNICs. Proxy Holder may not necessarily be Unit Holder of FDMF.
- 4- Proxy Form shall be witnessed by two persons with their names, address and CNIC numbers duly mentioned on the Proxy Form.
- 5- In case of companies and corporations, the resolution of Board of Directors/Power of Attorney with specimen signature(s) of authorized person shall be submitted to the management company, along with Proxy Form.
- 6- Proxy Form must be received by the management company 48 hours prior to the meeting.
- 7- Management company shall affix receiving stamp (mentioning date and time) and signature of each Proxy Form.

Voting by Post:

- 8- Unit holder desiring to vote by post, instead of physical presence in the meeting may fill up and complete the voting paper (Annexure B attached) and send it to the Trustee.
- 9- Voting paper shall be completed and signed by the Unit Holders(s) as per specimen signature(s) provided to the management company/its registrar.
- 10- Original voting paper should reach the Trustee of First Dawood Mutual Fund i.e, Central Depository Company of Pakistan Ltd, CDC House, 99-B, Block B, SMCHS Main Shara-e-Faisal, Karachi not later than one day prior to the meeting for consideration.
- 11- The Trustee shall complete the assent/dissent to the Resolution received by post mentioning the particular, i.e, names, folio numbers and number of unit held by the unit holder before the commencement of the unit holder's meeting.

Criteria for Rejection of Proxy/Voting Papers

12- The following are the basic criteria for rejection of Proxy/Voting papers in meeting:

- More than one voting paper is cast by a single unit holder/proxy holder
- Overwriting/cutting on voting paper.
- Unsigned Voting Paper.
- Signature of Unit holder affixed on Proxy Form does not match with the specimen signature available in the management company or the registrar records.
- More than one proxy form is lodged by a unit holder in favor of more than one proxy holder. In this case, all proxies shall stand rejected.
- Attested photocopy of CNIC is not provided by Proxy holder.
- Proxy form is not witnessed by two persons mentioning their names, addresses and CNIC numbers.
- Proxy form is received after the given time limit.
- Proxy form submitted by and institutional investor is not supported by the resolution of Board of Directors/Power of attorney authorizing their representative to attend and vote at the meeting.
- Overwriting/corrections on proxy form which are not supported by unit holder's/Proxy Holder's full signature.