

Fifth Supplemental Offering Document of NAFA Income Opportunity Fund (NIOF)

Sr. No.	Description	Minimum Entity Rating	Minimum Instrument Rating	Maximum Exposure Limit	Minimum Exposure Limit	Maximum Maturity
1	Government Securities exceeding 90 days	AAA	AAA	75%	0%	10 years
2	Cash and near cash instruments which include cash in bank account (excluding TDRs), treasury bills not exceeding 90 days maturity*	A-	N/A	100%	25%	N/A
3	Term Deposits Receipts(with Banks)	A-	N/A	15%	0%	1 year
				50%		6 months
4	Debt Securities	BBB-	BBB-	75%	0%	10 years
5	COMs / COIs / LOPs / COIIs / & other Money Market Instruments issued by financial institutions	A- for banks & A for other financial institutions	N/A	15%	0%	1 year
				30%		6 months

6	Reverse REPOs against securities with (rated BBB- and above) Financial Institutions;	A- For Banks A for financial institutions	N/A	35%	0%	6 months
7	Commercial Papers and any other tradable money market debt security	A-	N/A	50%	0%	1 year
8	Margin Trading System (MTS) Spread Transactions and their replacement.	N/A	N/A	40%	0%	6 months
9	Subject to SECP or other regulatory approvals, the Scheme may invest in foreign fixed income securities issued, listed or otherwise and traded outside Pakistan on such terms, guidelines and direction as may be issued by SECP and the State Bank of Pakistan from time to time and any other laws applicable.	AA- or equivalent	AA- or equivalent	30% (subject to a cap of US\$15 million)	0%	5 years
10	Any new investment, which has been authorized by the commission	A	AA-	30%	0%	10 years

*(calculated on the basis of average for each calendar month)