



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

No. SCD/CIRCULAR/422/2019

May 28, 2019

Circular No. 8 of 2019

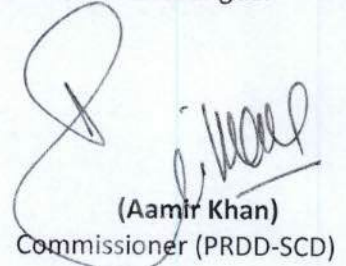
**REQUIREMENTS FOR CONSTANT PROPORTION PORTFOLIO INSURANCE (CPPI) BASED COLLECTIVE INVESTMENT SCHEMES(CIS)**

The Securities and Exchange Commission of Pakistan ("the Commission") in exercise of the powers conferred under section 282B (3) of the Companies Ordinance, 1984 hereby makes the following amendments in clauses no. 1 and 9 of Circular No. 18 of 2015 dated May 15, 2015 and clause no. 1 of Circular No. 30 of 2017 dated November 24, 2017:

1. An Asset Management Company(AMC) may use a maximum Multiplier of up to 5 times to arrive at exposure in risky assets including equity instruments without any cushion value percentage restrictions, subject to the condition that exposure in risky assets including equity instruments shall not exceed 50% of the net assets of the Constant Proportion Portfolio Insurance based CIS/plan.
2. The requirement of submission of weekly report to the Commission regarding CPPI based CIS/plan shall stand withdrawn.

The AMCs shall make necessary amendments in the offering documents of the concerned CPPI based CIS/plans prior to taking into effect the above-mentioned changes.

All other conditions of Circular No. 18 of 2015 and Circular No. 30 of 2017 shall remain unchanged.

  
(Aamir Khan)  
Commissioner (PRDD-SCD)

**Distribution:**

1. Chief Executives of All Asset Management Companies.
2. Mutual Funds Association of Pakistan.
3. Trustees of Collective Investment Schemes.