



Circular No. FCG-BS/2014-//

July 11, 2014

To: ALL BRANCHES

Cc: All Group Heads / Head North/South
All Business Heads
All Operation Heads
All Area Operation Heads
All General Managers
All Regional Heads
All Regional Operations Managers

DECLARED RATES OF PROFIT ON LCY & FCY DEPOSITS
FOR THE PERIOD Jan- Jun 2014

This has reference to our earlier circulars # FCG-BS/2013-44 dated December 31, 2013 wherein provisional profit rates relating to the period Jan – Jun 2014 were communicated.

The management has declared the rates of profit on PLS Deposits for the 1st half of 2014.

A comprehensive chart/table of the declared rates related to Jan-Jun 2014, is **attached as Annex A**, for information, reference and necessary action, of all concerned.

While the profit payment process will mostly be taken care by the system, however, there may be some items which need manual interference for payment of profit. All concerned are requested to consider the following instructions along with their own routine processes and controls:

DEDUCTION OF TAX (Products Maintained Manually):

The details regarding tax deduction on profits along with other provisions of withholding have already been communicated separately and can be referred. However, a brief view on tax on profit is appended below for assistance:

Tax would be deducted from the gross amount of profit, **after deduction of the amount of zakat payable thereon, wherever applicable**. Following categories of recipients are exempt from deduction of withholding tax as per notification SRO No.594 (1) dated June 30, 1991 and Income Tax Ordinance 2001:

1. Federal Government;
2. Provincial Government;
3. Local Authority;

4. A Banking company receiving interest on inter-bank deposit from another banking company. (although banking companies are also exempt in terms of Seventh Schedule to the Income Tax Ordinance 2001); and
5. Any person who produce a certificate from Commissioner of Income Tax to the effect that the recipient's income during the income year is exempt from tax, under the ordinance or any other law for the time being in force.

The rate(s) of deduction should be referred from the latest withholding chart circular, issued by this office i.e. circular # FCG/TAX/2014-09 dated 27.06.14.

PAYMENT OF PROFIT ON CLOSED ACCOUNTS (Products Maintained Manually):

Branches are advised to ensure that profit is paid on all profit bearing accounts closed during January to June 2014. Profit shall be calculated from January 1, 2014 till one day before the date of account closure. Profit shall be computed based on the term and conditions of the respective PLS scheme and at the respective rates given in this circular. In case where profit has not been paid, the same shall be disbursed through pay order, which should be mailed to the last known address of the customer in the Bank's record.

General Managers/Regional Managers should ensure that all the branches under their jurisdiction disburse the profit on rates declared by July 20, 2014, in any case, positively.

OTHER INSTRUCTIONS:

1. For existing portfolio in old products including Short Term Notice Deposits, Maalamaal Term Deposits, Special Term Deposits Receipts (STDR) etc the rates at which they are booked will be applicable, however, the minimum rates specified through circulars # FCG-BS/2013-17 dated June 28, 2013, FCG-BS/2013-25 dated October 01, 2013 & FCG-BS/2013-31 dated November 26, 2013 during the period will be ensured.
2. Special Rates for Term Deposit under the products FDA and MPA and 365 Gold availed with the approval of the President/ Treasury/Group/Business Head also stand declared as per conditions approved.
3. Annexure A, to the Circular is to be placed on Branch Notice Board, for information of all clients.

Please bring the contents of this circular into the knowledge of all concerned for meticulous compliance.



Naveed Qamar
Unit Head Taxation & Br.Support



Hammad Khalid
Divisional Head

FINANCIAL CONTROL GROUP

DECLARED PROFIT RATES

Deposit Accounts M stands for million		Declared Profit Rates Jan to Jun 2014
S.#	Products	Rates
1	PLS Savings Account	7.00%
2	Khushali Bachat Account	7.00%
3	PLS Savings – 365	7.00%
4	Savings 365 Gold*:	
	Less than 50M	7.00%
	Rs.50M to less than 100M	7.10%
	Rs.100M to less than 250M	7.25%
	Rs.250M to less than 500M	7.40%
	Rs.500M and above	7.50%
5	PLS Savings XTRA:	
	Less than Rs. 5M	7.00%
	Rs. 5M to less than Rs. 25M	7.10%
	Rs. 25M & Above	7.20%
6	MCB Smart Savings Account	
	Less than Rs. 200,000	7.00%
	Rs.200,000 to Less than Rs. 300,000	7.15%
	Rs.300,000 and Above	7.00%
7	MCB Savings Maximizer Account	
	Less than Rs.1,000,000	7.00%
	Rs.1,000,000 Less than Rs.3,000,000	7.15%
	Rs.3000,000 and Above	7.00%
8	MCB Salary Gold Account	7.00%
9	MCB Enhanced Savings Account (Frozen)	7.00%
10	MCB Kidz Club	7.00%
11	Rupee Maximizer (Frozen)	7.00%

Deposit Accounts

M stands for million

Declared Profit Rates
Jan to May 2014
(For Profit of Jun 2014 refer the Note at Page 3)

S.#	Products (PKR Term Deposits) Range Rs.100,000 to Rs.499,999	
1	1 Month	
	Maturity	7.000%
2	2 Months	
	Maturity	7.045%
3	3 Months	
	Maturity	7.070%
4	6 Months	
	Maturity	7.135%
5	9 Months	
	Maturity	7.200%
6	12 Months	
	Semi Annual	7.142%
	Maturity	7.270%
7	24 Months	
	Semi Annual	7.148%
	Yearly	7.275%
	Maturity	7.540%
8	36 Months	
	Semi Annual	7.150%
	Yearly	7.278%
	Maturity	7.820%
9	60 Months	
	Semi Annual	7.152%
	Yearly	7.280%
	Maturity	8.420%
S.#	Products (PKR Term Deposits) Range Rs.500,000 and Above	
1	1 Month	
	Maturity	7.050%
2	2 Months	
	Monthly	7.054%
	Maturity	7.075%
3	3 Months	
	Monthly	7.058%
	Maturity	7.100%
4	6 Months	
	Monthly	7.060%
	Quarterly	7.102%
	Maturity	7.165%

Deposit Accounts

M stands for million

**Declared Profit Rates
Jan to May 2014
(For Profit of Jun 2014 refer
the Note below)**

Products (PKR Term Deposits) Range Rs.500,000 and Above

5	9 Months	
	Monthly	7.061%
	Quarterly	7.103%
	Maturity	7.230%
6	12 Months	
	Monthly	7.067%
	Quarterly	7.108%
	Semi Annual	7.171%
	Maturity	7.300%
7	24 Months	
	Monthly	7.070%
	Quarterly	7.111%
	Semi Annual	7.175%
	Yearly	7.303%
	Maturity	7.570%
8	36 Months	
	Monthly	7.078%
	Quarterly	7.120%
	Semi Annual	7.183%
	Yearly	7.312%
	Maturity	7.860%
9	60 Months	
	Monthly	7.083%
	Quarterly	7.125%
	Semi Annual	7.189%
	Yearly	7.318%
	Maturity	8.470%

Note (1):

It is clarified that the "Minimum Saving Rate" is applicable on all existing and new saving deposits including the term deposit up to May 31, 2014. However, effective from June 1, 2014, all the existing and new "Term Deposit" shall be excluded from the scope from the "Minimum Saving Rate" as mentioned under BPRD Circular No. 7/2013. Bank can pay their own expected agreed rate on their existing as well as new term deposits on or after June 1, 2014 regardless of changes in minimum saving rate.

Deposit Accounts		Declared Profit Rates Jan to Jun 2014
Foreign Currency Accounts		
S.#	Products (Smart Saving Deposits)US Dollar only	
1	USD 10,000 to USD 99,999.99	0.10%
	USD 100,000 to USD 249,999.99	0.15%
	USD 250,000 and above	0.20%
2	Products (Saving Deposits New FCY Accounts FE-25)	
	10,000 to 99,999.99	
	USD	0.10%
	GBP	0.10%
	EUR	0.05%
	100,000 to 249,999.99	
	USD	0.15%
	GBP	0.20%
	EUR	0.10%
	250,000 and Above	
	USD	0.20%
	GBP	0.30%
	EUR	0.15%
3	Products (Smart Term Deposit)	
	USD 25,000 to USD 99,999.99	
	3 Months	0.15%
	6 Months	0.25%
	01 Year	0.30%
	USD 100,000 to USD 499,999.99	
	3 Months	0.20%
	6 Months	0.30%
	01 Year	0.40%
	USD 500,000 and Above	
	3 Months	0.25%
	6 Months	0.35%
	01 Year	0.50%
	GBP 25,000 to GBP 99,999.99	
	3 Months	0.15%
	6 Months	0.25%
	01 Year	0.30%

Products (Smart Term Deposit)		Declared Profit Rates Jan to Jun 2014
	GBP 100,000 to GBP 499,999.99	
	3 Months	0.20%
	6 Months	0.30%
	01 Year	0.40%
	GBP 500,000 and Above	
	3 Months	0.25%
	6 Months	0.35%
	01 Year	0.50%
	EUR 25,000 to EUR 99,999.99	
	3 Months	0.10%
	6 Months	0.15%
	01 Year	0.20%
	EUR 100,000 to EUR 499,999.99	
	3 Months	0.15%
	6 Months	0.20%
	01 Year	0.25%
	EUR 500,000 and Above	
	3 Months	0.20%
	6 Months	0.25%
	01 Year	0.30%
4	Frozen and Incremental Deposits	
	USD	0.05%
	GBP	0.05%
	EUR	0.05%