



Bank for Life

## Naya Pakistan Certificate – Information Sheet

### 1. Who is eligible to invest in Naya Pakistan Certificates (NPC)?

Individual Non Resident Pakistanis (NRPs) having NICOP, foreigners having Pakistan Origin Card (POC), Members of Overseas Pakistanis Foundation and/or an employee or official of the Federal Government or a Provincial Government posted abroad that are eligible to open foreign currency value accounts (FCVA) and NRP rupee value accounts (NRVA) as per the relevant regulations, can either individually or jointly purchase the Certificates.

### 2. What types of NPC can I invest in?

The Certificates shall be issued in conventional form and also in Shari'ah compliant form.

### 3. What are the different tenors of NPC ?

The Certificates shall be issued for three (03), six (06), twelve (12), thirty-six (36) and sixty (60) months.

### 4. What currencies are NPC available in?

The Certificates shall be issued in both USD and PKR.

### 5. What is the minimum amount required to invest in NPCs?

The minimum investment amount for the respective NPCs is as follows:

- USD denominated: USD 5,000 and integral multiples of USD 500
- PKR denominated: PKR 100,000 and integral multiples of PKR 10,000

### 6. How can I invest in NPC?

The funds for investment in the Certificates must be remitted from abroad in the investor's Roshan Digital FCY Account (PKR or FCY) as per prevailing regulations and processes, provided that funds remitted in the investor's Roshan Digital Account after 30th June , 2020 can be used for investment in the Certificates.

For investments, Roshan Digital PKR accountholders can invest in PKR denominated investments only. Similarly, Roshan Digital FCY Accountholders can only invest in USD denominated investments.

### 7. What will be the rate of return?

SBP Finance Division shall notify the rate of return on the Certificates and frequency of payment from time to time. Profit as well as principal repayment shall be made directly to the customers' own account.

### 8. What will happen in case of death of certificate holder?

In case of customer death , the payment of principal and profit, if any, shall be paid to the legal heirs of the deceased customer in accordance with a valid succession certificate or equivalent documentation issued by a court of competent jurisdiction under applicable laws.

### 9. Is NPC transferrable?

The Certificates shall not be transferrable except if required under the relevant laws.

### 10. Will rollover facility be provided?

The Certificates shall not be auto reinvested or rolled over after maturity date.

### 11. Can I pledge NPC for financing?

The Certificates shall be pledgeable as security for raising financing in Pakistan subject to such conditions as may be prescribed by SBP.

### 12. Can I encash my investment in NPC before maturity?

Early encashment is allowed and profit of broken period will be calculated at the profit rate of the nearest shorter tenor (e.g. 12 months' certificate encashed in 10th month, profit will be calculated @ profit rate of 6 months' certificate). No profit on encashment before initial three months. Premature encashment shall be allowed.

Note: Partial encashment is not allowed.

**13. Will I be taxed if I invest in NPC?**

The profit of the Certificate will be subject to deduction of 10% (ten) Withholding Tax on profit at source as a full and final discharge of tax liability. There shall be no requirement for submission of income tax return filings in Pakistan for NRPs in respect of profit earned on these certificates.

**14. Is my investment in NPC Zakat deductible?**

The Certificates shall be exempt from compulsory deduction of zakat under section 3, Chapter II (Charge and collection of Zakat) of Zakat and Ushr Ordinance, 1980.

**15. What is the form of NPC?**

The Certificates shall be issued in scrip less form or any other form or format as approved by the Finance Division of Pakistan from time to time in consultation with SBP.