



MCB
BANK
LTD

Financial Control Group
Taxation & Branch Support Unit

Circular No. FCG - BS/2015- 41

December 31, 2015

To: **ALL BRANCHES**

CC: **GROUP HEADS/ HEAD NORTH/ HEAD SOUTH
BUSINESS HEADS
RBG /WBG/AREA OPERATION HEADS
GENERAL MANAGERS/ REGIONAL HEADS/OPERATIONS MANAGERS**

DECLARED RATES OF PROFIT ON LCY & FCY DEPOSITS
FOR THE PERIOD JUL-DEC 2015

This has reference to our earlier Circulars # FCG-BS/2015-16 dated June 30, 2015 & Circulars # FCG-BS/2015-25 dated September 30, 2015, wherein provisional profit rates relating to the period Jul-Dec 2015 were communicated.

The management has declared the rates of profit on PLS Deposits for the 2nd half of 2015.

A comprehensive chart/table of the declared rates related to Jul-Dec 2015, 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:

DEDUCTED OF TAX (Products Maintained Manually):

The details regarding tax deducted on profits along with other provisions of withholding have already been communicated separately and can be referred. How, 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 recipient 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. Provisional Government;
3. Local Authority;
4. A banking company receiving interest on inter-bank deposit from another banking company;
5. Any person who produces 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 of the time being in force.

Please note that tax related to non-filers will be deducted at enhanced rate, in line with instructions already communicated by this office.

The rate(s) of deduction should be referred from the latest withholding chart circular, issued by this office i.e. Circular # FCG/TAX/ 2015-15 dated June 29, 2015

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

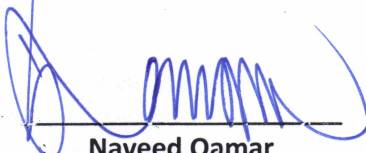
Branches are advised to ensure that profit is paid on all profit bearing accounts closed during July to December 2015. Profit shall be calculated from July 01, 2015 till one day before the date of account closure. Profit shall be computed based on the terms and condition of the respective PLS scheme 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 declared rates by January 10, 2016, positively.

OTHER INSTRUCTIONS:

1. For existing portfolio in old products (i.e., Short Term Notice Deposits, Maalamaal Term Deposits, Special Term Deposits (STDR) etc) the rate at which they are booked will be applicable, however, the minimum rates specified through circular # FCG-BC/2013-17 Dated June 28, 2013, FCG-BS/2013-25 dated October 01, 2013 & FCG-BS /2013-13 dated November 26, 2013 during the period will be ensured.
2. Special Rates for Term Deposit under the products FDA, MPA and 365 Gold obtained 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 (Jul to Dec 2015)				
Deposit Accounts M stands for million		Declared Rates From July 01, 2015 to September 30, 2015	Declared Rates From October 01, 2015 to December 31, 2015	
Sl. No.	Products	Rates	Rates	
1	PLS Savings Account	4.500%	4.000%	
2	Khushali Bachat Account	4.500%	4.000%	
3	PLS Savings – 365	4.500%	4.000%	
4	Savings 365 Gold*:			
	Less than 50M	4.500%	4.000%	
	Rs.50M to less than 100M	4.550%	4.050%	
	Rs.100M to less than 250M	4.600%	4.100%	
	Rs.250M to less than 500M	4.650%	4.150%	
	Rs.500M and above	4.750%	4.250%	
5	PLS Savings XTRA:			
	Less than Rs. 5M	4.500%	4.000%	
	Rs. 5M to less than Rs. 25M	4.550%	4.050%	
	Rs. 25M & Above	4.600%	4.100%	
6	MCB Smart Savings Account			
	Less than Rs. 200,000	4.500%	4.000%	
	Rs.200,000 to Less than Rs. 300,000	4.600%	4.100%	
	Rs.300,000 and Above	4.500%	4.000%	
7	MCB Savings Maximizer Account			
	Less than Rs.1,000,000	4.500%	4.000%	
	Rs.1,000,000 to Less than Rs.3,000,000	4.650%	4.150%	
	Rs.3,000,000 and Above	4.500%	4.000%	
8	MCB Salary Gold Account	4.500%	4.000%	
9	MCB Enhanced Savings Account (Frozen)	4.500%	4.000%	
10	MCB Kidz Club	4.500%	4.000%	
11	Rupee Maximizer (Frozen)	4.500%	4.000%	

DECLARED PROFIT RATES (Jul to Dec 2015)

Deposit Accounts M stands for million		Declared Rates From July 01, 2015 to September 30, 2015	Declared Rates From October 01, 2015 to December 31, 2015
Sl	Products	Rates	Rates
Products (PKR Term Deposits) Range Rs 100,000 to Rs 499,999			
1	1 Month		
	Maturity	4.500%	4.000%
2	2 Months		
	Maturity	4.525%	4.025%
3	3 Months		
	Maturity	4.550%	4.050%
4	6 Months		
	Maturity	4.605%	4.105%
5	9 Months		
	Maturity	4.670%	4.170%
6	12 Months		
	Semi Annual	4.685%	4.196%
	Maturity	4.740%	4.240%
7	24 Months		
	Semi Annual	4.804%	4.337%
	Yearly	4.862%	4.384%
	Maturity	4.980%	4.480%
8	36 Months		
	Semi Annual	4.918%	4.472%
	Yearly	4.978%	4.522%
	Maturity	5.230%	4.730%
9	60 Months		
	Semi Annual	5.118%	4.717%
	Yearly	5.184%	4.772%
	Maturity	5.750%	5.250%

DECLARED PROFIT RATES (Jul to Dec 2015)

Deposit Accounts M stands for million		Declared Rates From July 01, 2015 to September 30, 2015	Declared Rates From October 01, 2015 to December 31, 2015
S.#	Products	Rates	Rates
S.#	Products (PKR Term Deposits) Range Rs.500,000 and Above		
1	1 Month		
	Maturity	4.550%	4.100%
2	2 Months		
	Monthly	4.566%	4.118%
	Maturity	4.575%	4.125%
3	3 Months		
	Monthly	4.582%	4.136%
	Maturity	4.600%	4.150%
4	6 Months		
	Monthly	4.610%	4.169%
	Quarterly	4.628%	4.183%
	Maturity	4.655%	4.205%
5	9 Months		
	Monthly	4.647%	4.210%
	Quarterly	4.665%	4.225%
	Maturity	4.720%	4.270%
6	12 Months		
	Monthly	4.688%	4.256%
	Quarterly	4.706%	4.271%
	Semi Annual	4.734%	4.294%
	Maturity	4.790%	4.340%
7	24 Months		
	Monthly	4.802%	4.390%
	Quarterly	4.822%	4.406%
	Semi Annual	4.851%	4.431%
	Yearly	4.909%	4.480%
	Maturity	5.030%	4.580%
8	36 Months		
	Monthly	4.911%	4.519%
	Quarterly	4.931%	4.536%
	Semi Annual	4.962%	4.562%
	Yearly	5.023%	4.614%
	Maturity	5.280%	4.830%
9	60 Months		
	Monthly	5.104%	4.750%
	Quarterly	5.125%	4.769%
	Semi Annual	5.158%	4.798%
	Yearly	5.225%	4.855%
	Maturity	5.800%	5.350%

DECLARED PROFIT RATES (Jul to Dec 2015)

Deposit Accounts

M stands for million

Declared Rates From July
01, 2015 to September
30, 2015Declared Rates From
October 01, 2015 to
December 31, 2015

Products

Rates

Rates

Foreign Currency Accounts

S.#	Products (Smart Saving Deposits) US Dollar only		
1	USD 10,000 to USD 99,999.99	0.100%	0.100%
	USD 100,000 to USD 249,999.99		
	USD 250,000 and above		
	Effective March 01, 2015 onwards: USD 100,000 and above	* Special Rates Apply	* Special Rates Apply
* Note: Special rates will be approved by RBG Heads and GH T&FX falling under their respective approval authority			
2	Products (Saving Deposits New FCY Accounts FE-25)		
	10,000 to 99,999.99		
	USD	0.100%	0.100%
	GBP	0.100%	0.100%
	EUR	0.050%	0.050%
	100,000 to 249,999.99		
	USD	0.150%	0.150%
	GBP	0.200%	0.200%
	EUR	0.100%	0.100%
	250,000 and Above		
	USD	0.200%	0.200%
	GBP	0.300%	0.300%
	EUR	0.150%	0.150%
3	Products (Smart Term Deposit)		
	USD 25,000 to USD 99,999.99		
	3 Months	0.150%	0.150%
	6 Months	0.250%	0.250%
	01 Year	0.300%	0.300%
	USD 100,000 to USD 499,999.99		
	3 Months	0.200%	0.200%
	6 Months	0.300%	0.300%
	01 Year	0.400%	0.400%
	USD 500,000 and Above		
	3 Months	0.250%	0.250%
	6 Months	0.350%	0.350%
	01 Year	0.500%	0.500%
	GBP 25,000 to GBP 99,999.99		
	3 Months	0.150%	0.150%
	6 Months	0.250%	0.250%
	01 Year	0.300%	0.300%
	GBP 100,000 to GBP 499,999.99		
	3 Months	0.200%	0.200%
	6 Months	0.300%	0.300%
	01 Year	0.400%	0.400%

DECLARED PROFIT RATES (Jul to Dec 2015)

Deposit Accounts M stands for million		Declared Rates From July 01, 2015 to September 30, 2015	Declared Rates From October 01, 2015 to December 31, 2015
SI	Products	Rates	Rates
	GBP 500,000 and Above		
	3 Months	0.250%	0.250%
	6 Months	0.350%	0.350%
	01 Year	0.500%	0.500%
	EUR 25,000 to EUR 99,999.99		
	3 Months	0.100%	0.100%
	6 Months	0.150%	0.150%
	01 Year	0.200%	0.200%
	EUR 100,000 to EUR 499,999.99		
	3 Months	0.150%	0.150%
	6 Months	0.200%	0.200%
	01 Year	0.250%	0.250%
	EUR 500,000 and Above		
	3 Months	0.200%	0.200%
	6 Months	0.250%	0.250%
	01 Year	0.300%	0.300%
4	Frozen and Incremental Deposits		
	USD	0.050%	0.050%
	GBP	0.050%	0.050%
	EUR	0.050%	0.050%
For tax deduction, please refer to circular # FCG-BS/2015-15 dated 29.06.2015.			