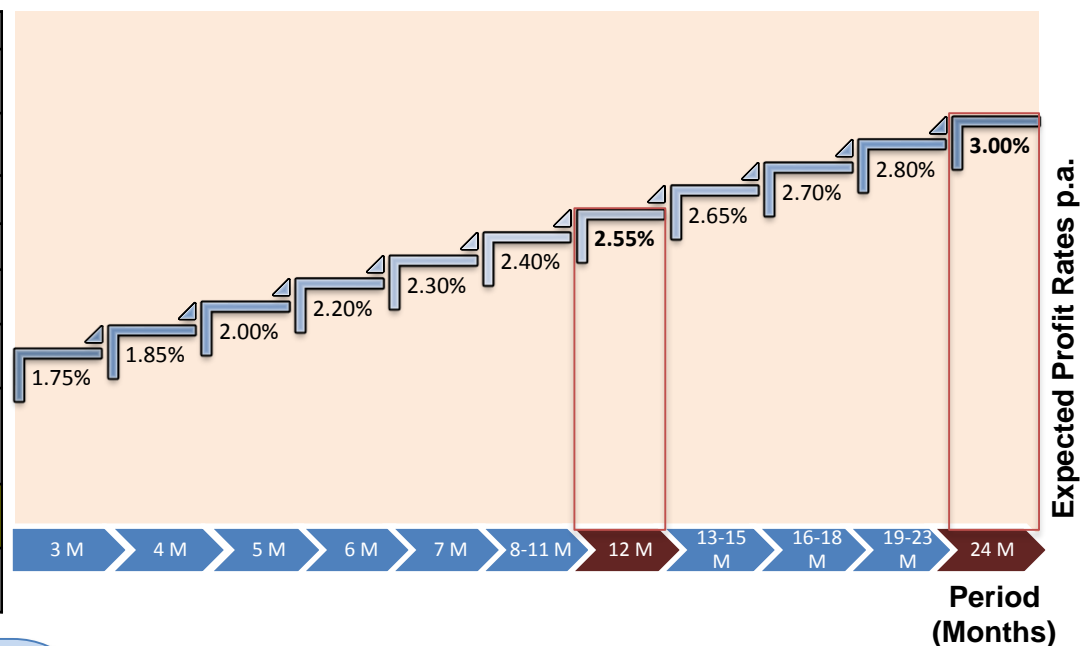


# Islamic Flexi Term Deposit (IFTD)

Date: 1 November 2017

## Term Investment Deposit

|   |  |
|---|--|
| Currency                                    | AED  |
| Minimum Balance - Personal Account          | AED 100,000  |
| Minimum Balance - Commercial Account        | AED 2,500,000  |
| Minimum Tenor                               | 1 Year   |
| Maximum Tenor                               | 2 Years  |
| Expected Profit Rates                       | As per beside illustration   |
| Profit Payments Date / Frequency            | At the time of full withdrawal / Maturity  |
| Early Termination (Pre-Maturity Withdrawal) | <b>Possible</b><br><b>No penalty:</b> on early withdrawal; Profit paid on predefined rates |
| Finance Facility Against Deposit            | Available  |
| Validity                                    | For funds "New to Bank" only; rates valid until 31 <sup>st</sup> December 2017             |



I/We have read and fully understood all the terms and conditions of the above special deposit scheme.

Kindly debit my/our account number  and place on the above mentioned a term deposit with the following details:

❖ Investment Amount: .....

❖ Currency:  AED

❖ Investment Date:

❖ Investment Period: ..... year(s).

Customer Name: .....

Customer Signature: .....

Date:

### Main Features of the Product

- ❖ Fully Shari'ah Compliant
- ❖ Structured under Islamic Wakala Investment Concept
- ❖ One Year minimum maturity. Investor can choose the deposit tenor of 1 year or 2 years maturity
- ❖ Investor will receive attractive rates on longer tenors, profit earned is paid on withdrawal date
- ❖ Risk is reduced to a minimum
- ❖ This deposit offers flexibility, transparency and expected higher profit rate compared to simple deposits



الخدمات المصرفية الإسلامية  
Islamic Banking Services

# Islamic Flexi Term Deposit (IFTD)

## Term Investment Deposit

### Frequently Asked Questions (FAQs)

○ **Q: Under which Islamic Concept does this product fall?**

Ans: Islamic Flexi Term Deposit (IFTD) is structured under Islamic Wakala Investment Concept by which the Bank (Wakil) acts as an Agent on behalf of the Customer (Muwakil) to invest in the Investment Amount (Deposit Amount) and returns with expected profits according to the tenor of the investment.

○ **Q: Can I withdraw my deposit at anytime?**

Ans: Yes, any deposit amount booked under the Islamic Flexi Term Deposit (IFTD) can be withdrawn at anytime.

\* Redemption of the deposits before maturity is subject to a notice of at least two (2) UAE business days in writing.

\* Zero profit is paid if deposit canceled before three months, otherwise applicable rate applied.

○ **Q: How does the Profit computation in case of early termination?**

Ans: This product is launched as a 1 or 2 Years deposit facility, offering transparency and flexibility.

\* Anticipated Rates across the time buckets are predefined.

\* No Penalty will be charged.

• Example 1: If a customer decides to place AED 1,000,000 in a 2 years deposit @ 3.00% expected profit, customer at the end of 2 years may receive AED 1,060,000<sup>(1)</sup>. In case customer needs funds after 6 months, then Wakil incentive will be lowered pro-rata with the corresponding 6 months profit rate resulting in customer receiving a profit of 2.20% for 6 months i.e. AED 1,011,000<sup>(1)</sup>.

• Example 2: If a customer decides to place AED 1,000,000 in a 2 years deposit @ 3.00% expected profit, customer at the end of 2 years may receive AED 1,060,000<sup>(1)</sup>. In case customer needs funds after 100 days (which is more than 3 months and less than 4 months), then Wakil incentive will be lowered pro-rata with the corresponding 3 months profit rate resulting in customer receiving a profit of 1.75% for 100 days.

○ **Q: Is it possible to have this product in other currencies?**

Ans: We are offering rates only in AED, for this particular product.

<sup>(1)</sup> Provided that the return on investment is equal to the expected profit rate or higher

