

FAYSAL ISLAMI ZAMIN ACCOUNT

FREQUENTLY ASKED QUESTIONS (FAQ's)

1. What is Faysal Islami Zamin Account?

Faysal Islami Zamin Account is Modaraba-based Saving Account that helps customers fulfill their desired financial goals by depositing periodic payments monthly/ quarterly/ six-monthly or yearly and assures customers of a continued monthly payment to family in case of death/permanent total disability of the account holder. Faysal Bank offers competitive halal returns on Islami Zamin Account deposits and an easy exit option where the customers can encash 100% of the deposit any day without any charges. Customers can choose from multiple tenors starting from 3years till 10years as follows;

- o On 3 years plan: 1 year of continued salary
- o On 5 years plan: 3 years of continued salary
- o On 7 years plan: 4 years of continued salary
- o On 10 years plan: 5 year of continued salary

2. What are the Key Features of Faysal Islami Zamin Account?

Key Features of this product are:

- Shariah Compliant Modarabah based Savings Account
- Initial investment starts from as low as Rs.5,000/-
- Plans as per Customer needs with multiple tenors starting from 3, 5, 7 and 10 years
- Flexible investment options; monthly/ quarterly/ six-monthly/yearly
- Competitive Halal Returns with monthly profit reinvestment
- Continued payment to family/heirs in case of death/total permanent disability through FREE Takaful Cover as per selected plan.
 - On 3 years plan: 1 year of monthly continued payment
 - On 5 years plan: 3 years of monthly continued payment
 - On 7 years plan: 4 years of monthly continued payment
 - On 10 years plan: 5 year of monthly continued payment
- Account can be opened by individuals between 18 – 55 years (Maximum age should be less than 65 years at Plan Maturity)
- Hassle-free encashment without any charges
- Free Auto Debit from checking account
- Digibank App and Digibank Internet Banking to view and track investments

3. Is Faysal Islami Zamin account a Shariah compliant account?

Yes. Faysal Islami Zamin Account is Shariah compliant and works under the shariah principles of Modaraba.

4. What is the nature of Faysal Islami Zamin Account?

Faysal Islami Zamin Account is a Non-Checking Savings Account based on the principles of Modaraba.

5. What is the underlying Shariah principle on which Zamin Account is based on?

It is based on the concept of Modaraba. It is an arrangement in which a person participates with his/her money called as Rabulmaal (the customer) and the Bank participates with its efforts as Mudarib. The

Mudarib allocates these funds into a deposit pool, which are invested in Islamic modes of finance like Murabaha, Istisna, Musharakah etc. the profit from investment of these funds is shared in an agreed manner.

6. Who can open Faysal Islami Zamin Account?

Faysal Islami Zamin Account can be opened by all types of customers except for Partnerships, Corporations/Entities, Minors etc.

7. How will the periodic payments into the Zamin Account be made?

A customer's Zamin Account will be linked to his/her regular Islami checking account (Current/Savings). Regular payments will be deducted automatically (free of charge) every period as per customer's chosen plan from his/her regular checking account and into his/her Islami Zamin Account by the due date. However, the customer can deposit money into the Zamin Account through cash/IBFT as well.

8. What is a Linked-account?

A linked account is an account which is linked to a regular Current/Savings account in such a way that regular payments can be moved from one account to another automatically via Free Standing Instructions. Islami Zamin Account is a linked account; it will be linked to a customer's regular Current/Saving account.

9. Which types of accounts can my Zamin Account be linked to?

Islami Zamin Account can be linked to all types of regular Current/Savings accounts except for Asaan Accounts, Tez Tareen Remittance Accounts, Manzil Accounts and Foreign Currency accounts.

10. Is having a regular checking account mandatory for Faysal Islami Zamin Account?

Yes, having a checking account (Current/Savings) is mandatory for every customer who is willing to open Faysal Islami Zamin Account.

11. How many tenors are available for Faysal Islami Zamin Account?

Plans starting from 3 years and up to 10 years are available in Faysal Islami Zamin Account.

12. Can Faysal Islami Zamin Account be operated singly and jointly?

Faysal Islami Zamin Account can be operated Singly only.

13. What is the frequency of profit calculation and payment?

Profit will be calculated and paid monthly. Profit will be reinvested into the Islami Zamin Account.

14. What currencies can we open Zamin Account in?

Currently, you can only open Faysal Islami Zamin Account in PKR.

15. What periodic payment options do you offer?

Customers can choose to make payments from among Monthly, Quarterly, Semi-annual or Annual payments as best fits their situation.

16. What is the minimum investment in Faysal Islami Zamin Account?

The minimum investment is Rs.5,000/-

17. Can a customer book more than one Zamin Account at a time?

Yes, a customer can do that.

18. Is Zakat applicable on Zamin Account?

Yes, zakat will be deducted as per Zakat and Ushr Ordinance, unless customer has submitted a Zakat exemption declaration (CZ-50).

19. What is the treatment of Withholding tax on Zamin Account?

Withholding tax will be automatically deducted from profit as per Income Tax rules.

20. What is Takaful?

Takaful is an Islamic system of Insurance. Takaful is based on the principle of “Ta'awun (cooperation)” and “Tabarru (gift, give away, donation)”, where the group voluntarily shares the risk collectively.

21. What does the Takaful Cover include?

Takaful Cover includes Life Takaful in case of death/permanent total disability of Up to Rs. 4.5 Million (varies based on the plan selected). Moreover, in case the customer's death is due to an accident, up to Rs.500,000/- will be paid additionally as Accidental Death/Disability benefit.

22. Who will pay for the Takaful cover premium?

The Bank will pay for the Takaful Cover premiums. Takaful coverage is free for customers subject to their regular payments as per their plans.

23. What happens to the free Takaful Cover if a customer misses an installment payment?

If investment amount is not paid / received by the Bank, on due date during the investment tenure, the Bank will have the discretion to cease the Takaful coverage for subsequent months. However, the Customer can avail free takaful coverage again on making timely payments next period as per the agreed plans along with resubmission of health declaration form at parent branch.

24. What happens on encashment before maturity?

There are no charges on early encashment.

25. What profit rates will be applicable?

Profit rates are decided by the Bank's Pool Management team and are available on Faysal Bank official website.

26. What happens if the Zamin account holder passes away?

In case of an untimely demise or total permanent disability of account holder, his/her account will be marked deceased and the legal heirs will immediately get the deposited principle amount and accumulated profit. Additionally, heirs will receive.

- o On 3 years plan: 1 year of continued monthly payment
- o On 5 years plan: 3 years of continued monthly payment
- o On 7 years plan: 4 years of continued monthly payment
- o On 10 years plan: 5 year of continued monthly payment

27. In case of Death/Permanent Total Disability, how will I make the Takaful Claim?

In case of death/permanent disability, nominee shall visit Faysal Bank Branch and submit a Takaful claim form. The Bank will forward the request to Takaful company and the Takaful company will disburse Takaful claim amount in the nominee's account or through cheque.

28. What does auto-debit mean?

With auto debit, your instalment payments are deducted automatically from your regular checking account (Current/Savings) into your Islami Zamin Account based on your payment details.

29. Will the standing instructions for auto-debit have any charges?

No, the standing instructions for auto-debit will be free of cost.

30. Will customers get debit card/cheque book, etc. for their Islami Zamin Accounts?

No, customers will not get Debit card and Cheque book.

31. Will customers get Internet Banking/Mobile Banking facility?

Yes, Islami Zamin Account holders will get Digibank App and Digibank Internet Banking facilities where they will be able to view their investment growth status.

Please refer to the Latest Declared Rates & Schedule of Charges at our website www.faysalbank.com