

## KEY FACTS STATEMENT - ISLAMIC NAYA PAKISTAN CERTIFICATE (INPC) FINANCE

Purpose of Finance	Investment in Islamic Naya Pakistan Certificate
Sharia Contract Type	Murabaha
Currency of Finance	USD
Customer Nationality	Non Resident Pakistani
Customer Residence	United Arab Emirates
Applicable Period (in Months)	up to 12M
Finance Amount	Minimum USD 100,000
Profit Rate	3.25% p.a.
Profit Rate Type	Fixed
Profit Payment	At maturity
Finance Payment	Bullet payment at maturity
Finance to Value (FTV) Ratio	75%

Other Payments	
Early Settlement	No additional amount
Donation Amount	Product of (Outstanding Amount) *(Days Outstanding/365)* (Profit Rate+2% p.a.)
Standby Letter of Credit (SBL) fee	0.5% p.a.
Agent's Fee (One-time)	AED 15 (excluding VAT)

### Sharia Structure

**Murabaha:** Under a Murabaha contract, based on a promise obtained from you upfront, Bank purchases the underlying assets and subsequently sells it to you at a sale price which is a combination of cost price plus profit amount calculated with reference to profit rate. The sale price is payable by you during the term of finance.

### Key Terms And Conditions:

<b>Finance</b>	Facility amount provided by Dubai Islamic Bank PJSC ("the Bank") to allow the Bank's Customer(s) to increase the magnitude of their investment in Islamic Naya Pakistan Certificate (INPC).
<b>Collateral</b>	INPC issued by the State Bank of Pakistan on behalf of Government of Pakistan through the Customer's Roshan Digital Account (RDA) opened with Dubai Islamic Bank Pakistan Limited. ("DIBPL").
<b>Finance to Value (FTV)</b>	Ratio of Finance amount to the market value of Collateral against which Finance is provided. E.g. If assigned FTV is 75% for investment of USD 100,000, the Bank will provide Finance of USD 300,000 to the Customer.

Customer's Signature:

Date: \_\_\_\_ / \_\_\_\_ / \_\_\_\_

<b>Margin Call</b>	The threshold at which the Bank deems the Credit Risk linked to Government of Pakistan to have increased to perilous levels. In such an event, the Bank may immediately accelerate all amounts due under the Finance and liquidate the investment unless the Customer chooses to make a cash payment or provide any other investment, acceptable to the Bank, within 5 business days of the Bank's notice of a Margin Call.
<b>Secured Obligations</b>	Investment for which Finance is availed will be held under lien with DIBPL until the Finance is fully settled. The Bank may dispose of the Investment in the event of failure to service Margin Call or repay Finance at maturity. Any outstanding amounts due under the Finance may be settled from your RDA held through DIBPL or any other account held by you at the Bank.
<b>Notice Period</b>	The Bank may amend the terms and conditions of INPC Finance subject to sixty (60) calendar days' notice except for notice related to Margin Calls which have to be satisfied in terms of the specific notice.
<b>Other Payments</b>	SBLC fee of 0.5% p.a. on the Finance amount will be payable by you to DIBPL to create security over the Collateral.  One-time Agent's Fee of AED 15 (excluding VAT) will be payable by you to Back Office FZ LLC for Murabaha transactions on DMCC Tradeflow (Islamic).

### Key Risks:

<b>Credit Risk</b>	INPC for which Finance is availed is backed by the Government of Pakistan. The investment could be subject to lower returns than indicated, delayed payment at maturity or in extreme cases default by the issuer resulting in erosion of your capital.
<b>Collateral Risk</b>	Underlying investment can be liquidated by the Bank, if the Finance remains outstanding at maturity or in the event of failure to service a Margin Call.
<b>Liquidity Risk</b>	You may not be able to sell your investment in the normal course of business or in the event of a Margin Call scenario, due to its illiquid nature and may have to fund your shortfall using other sources including Cash and Deposits.
<b>Taxation Risk</b>	The withholding tax, on investment in INPC for which Finance is availed, may change resulting in lower returns due to higher than expected taxation amount.
<b>Repatriation Risk</b>	INPC Finance availed by you has to be repaid at maturity even if the remittance of maturity proceeds is delayed by the State Bank of Pakistan.
<b>Reputation Risk</b>	If any dues on the availed Finance remains outstanding for more than sixty (60) days, you will be reported to the Central Bank and Al Etihad Credit Bureau (AECB), which could impact your creditworthiness assessment within the UAE.
<b>Sharia Risk</b>	INPC Finance is determined as Sharia compliant by the Bank's Internal Sharia Supervisory Committee (ISSC). You should also make your own independent assessment as to the Sharia compliance of the INPC Finance with all its applicable documentation and process and not call into question its Sharia compliance in any forum.

### WARNINGS:

INPC Finance could result in partial or, in extreme cases, total loss of your own contribution for the investment in INPC underlying the Finance.

At maturity, you will have to make payment for all your obligations under Finance even if the proceeds from INPC investment are not received.

Failure to meet your payments obligations on time may negatively affect your credit rating, which will limit your ability to access financing in the future.

Customer's Signature:

## How to Complain to us?

- Any branch
- If assigned to your bank account, your dedicated relationship manager
- Phone Banking (+971 4 609 2222)
- Internet and Mobile Banking
- E-mail: Contactus@dib.ae
- Our Website Complaint Form
- By post: Complaints Management Unit, Dubai Islamic Bank, PO Box 1080, Dubai, UAE

We will acknowledge your complaint within 2 business days and strive to respond to your complaint within an estimated average of 5 business days.

## Disclaimer:

This document has been issued by Dubai Islamic Bank PJSC ("the Bank") - regulated by the Central Bank of the United Arab Emirates. The information contained in the document has been compiled with the objective of summarizing the key features of the product to confirm the Customer's understanding of the product before the Customer's application is received and reviewed by the Bank. It does not constitute (i) a recommendation, an offer or a solicitation to avail Finance from the Bank to invest in financial product or (ii) legal, tax, regulatory, financial or accounting advice. Neither the Bank nor any of its affiliates or respective directors, officers, employees, representatives, delegates or agents makes any express or implied representation or warranty as to (i) the advisability of purchasing or entering into any product (ii) the results to be obtained by any Customer or (iii) any other matter. Any decision to avail Investment Product Finance should be based upon (i) Terms and Conditions of the relevant Finance document that will be subsequently signed between the Bank and you; (ii) an independent analysis of the information contained in the associated prospectus, offering document or other legal document, together with the Customer's understanding of the terms and conditions of the investment for which Finance is availed. The Customer is responsible for consulting his/its own legal, tax or financial advisors for this purpose.

Customer's Signature:

## APPENDIX: ISLAMIC NAYA PAKISTAN CERTIFICATE ( INPC) FINANCE - ILLUSTRATION

Below example shows the impact of Finance on your investment in INPC if the Finance is availed for one year.

Key Parameters (Assumed)	
Client Contribution	100,000
Proceeds from Finance	300,000
Total Investment	400,000
Expected Income on INPC (6.5% p.a.)	26,000
Withholding Tax (10%)	2,600
Profit Payment (3.25% p.a. - based on Actual/365 Days convention)	9,750
SBLC Fee (0.5% p.a.)	1,500
Net Expected Income	12,150

\*Net Expected Income (indicative) is:-

- 1) Net of withholding tax (deductible by Government of Pakistan) on investment income, profit rate on Finance amount and SBLC fee on Finance amount.
- 2) Subject to risk highlighted in Key Risk section especially Credit Risk and Repatriation Risk.

Customer's Signature:

Date: \_\_\_\_ / \_\_\_\_ / \_\_\_\_

### For general queries,

Please contact your Relationship Manager OR  
 Call on: +971 4 609 2222  
 Email: Contactus@dib.ae  
 Visit: www.dib.ae

### للاستفسارات العامة،

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