

TERMS AND CONDITIONS – RIDBL TERM DEPOSIT

I (“Customer”) do hereby agree and accept to be bound by the following Terms and Conditions for this (“Term Deposit”) or (“TDR”) in addition to the Terms and Conditions already accepted and agreed by me governing the Account(s) provided by the Raqami Islamic Digital Bank Limited (“Bank”).

1. The relationship between the Bank and the customer with respect to all profit bearing deposits in the Account(s) shall be based on the Shariah principles of Mudarabah, where Customer is the Rab-ul Maal and the Bank is the Mudarib.
2. The Bank as the Mudarib may invest or disinvest, at its sole discretion, amounts/deposits received by it from the Customers in its Account(s) with the Bank, in any of the products offered by the Bank as it deems appropriate under the products approved by Shariah Board of the Bank. As per SBP regulations, the Mudarabah based deposits in the Account (s) shall be invested in earning assets like financing and investments etc. Such deposits shall not be invested in non-trading fixed assets in accordance with Clause 4.3 of Profit & Loss Distribution and Pool Management Policy Framework of the State Bank of Pakistan.
3. The Bank may combine the Customer funds with other depositors’ funds, including the current deposits within the Mudarabah pool as and when required and deemed appropriate by the Bank in its sole discretion.
4. All deposit categories shall be assigned weightages. Weightages for every month or any interval decided by the Bank shall be finalized and announced three (3) working days before the start of the month, and sheet containing weightages for the month shall be available on RIDBL App and the Bank’s website.
5. Bank shall share in the profit on the basis of a predetermined percentage of net income of the pool according to the profit-sharing ratio between the Bank and its Customers determined for the month or any interval decided by the Bank. The net income of the pool is defined as gross income of the pool less direct expenses, write-offs and losses of investments incurred in deriving that income. Bank’s share shall vary from time to time and shall be announced through the weightages sheet of the respective months.
6. The Bank may, at its discretion, also participate in investing in the Mudarabah as an investor.
7. The Term Deposit shall be subject to the profit or loss (PLS) basis.
8. Based on profit/loss from its operations/investments, the Bank shall determine the rate of profit to be paid to the Customer on monthly basis and or any other interval prescribed by the Bank from time to time as per announced profit-sharing ratios and weightages available on the RIDBL App and website.
9. Principal amount along with profit shall be credited, upon maturity of the Term Deposit, into same originating / source Account which was selected for the Term Deposit on the date of maturity. Bank as the withholding agent, shall credit the amount after deducting any applicable taxes under laws of Pakistan.
10. In the event of loss on either the capital or revenue of the business(es) in which the investments were made by the Bank, all investors of the investment pool (which includes the Bank and/or the Customer) shall share in such loss on a pro-rata basis proportionate to their relevant investment.

11. In case loss is incurred by the business and is caused by gross negligence or willful default of the Bank, the Customers will not be liable to share in such loss as contemplated by the preceding clause.
12. The method of calculating any return under the profit and loss sharing is governed by the prevailing regulations/directives of the State Bank of Pakistan issued from time to time.
13. Any amount allocated as profit/loss by the Bank shall be final and binding on all Customers.
14. At the time of maturity of Term Deposits, the profit for the final month shall be calculated as per last month's declared profit rates.
15. In case of premature encashment, profit will be payable at the announced profit rate of such term of the Term Deposit. Bank's decision in this regard shall be final and binding on the Customer.
16. The Term Deposit, under the Bank's various products, are accepted by the Bank from the Customer.
17. Term Deposits are available to the Customers for one (1) week, one (1) month, three (3) months, six (6) months and one (1) year. Tenures are subject to revision as per Bank's discretion.
18. All rates are quoted on Annual Percentage Rate (APR) basis.
19. Rate offered on rollover shall be as per the prevailing weightages of deposit.
20. Pre-mature encashment will be done through RIDBL App as per prevailing premature encashment policy of the Bank.
21. Zakat, if applicable, will be deducted as per admissible rules.
22. TDRs will be booked on the same day on prevailing weightages
23. Term Deposit will be subject to any taxes applicable by the Government from time to time including Withholding tax on profit disbursal as per the criteria defined by Federal Board of Revenue.
24. The Customer(s) undertakes to abide by the requirements of the prevention of money laundering act/policy and FATCA/CRS Regulations in place.
25. Term Deposits are subjected to and governed by all applicable laws of Pakistan including rules, regulations and circulars issued by the State Bank of Pakistan from time to time.
26. The Customer(s) acknowledges by accepting the Terms and Conditions that he/she has read and understood and agree to be bound by these terms and conditions and any changes, modifications made thereto by the Bank.
27. These terms and conditions shall be legally binding and shall be construed in accordance with the laws of Pakistan and all disputes/issues arising from these terms and conditions shall be adjudicated by the Courts of Pakistan.

Customer Undertaking

I, hereby irrevocably confirm, acknowledge, accept and agree to the Terms and Conditions of the Term Deposit therefore by clicking the '**I Accept**' option, I shall be legally bound by this Undertaking, and such digital mode of acceptance shall be recorded through electronic/digital means and shall be stored in electronic/digital form. Such record shall be deemed to be the mode of proof of entries in Banker's books as described in the Bankers Books Evidence Act 1891 without any qualifications and the said acceptance of me shall be legally enforceable, I shall not

raise any objections as to the validity of this Undertaking on the basis that this Undertaking is in digital /electronic form, not witnessed and no stamped with any stamp duty.