

FAQs of Islamic Naya Pakistan Certificates (INPCs)

1. What are Islamic Naya Pakistan Certificates (INPCs)?

Islamic Naya Pakistan Certificates (INPCs) are Shariah-compliant investment instruments, issued by the State Bank of Pakistan (SBP) on the basis of Mudarabah. Under this arrangement, the holder of certificate is an investor (Rab-ul Maal) and Islamic Naya Pakistan Certificate Company Limited (INCCPL) is the Manager (Mudarib) of the funds deposited by the investors. These funds are then invested in a deposit pool comprising of Shariah-compliant transactions and the return is shared between the investors and INCCPL as per the pre-determined profit-sharing ratios and weightages.

2. Who can invest in INPCs?

Overseas Pakistanis maintaining JS Roshan Digital Account are eligible to invest in Islamic Naya Pakistan Certificates.

Resident Pakistanis who have declared assets held abroad and are maintaining a JS Roshan Digital Account are eligible for Islamic Naya Pakistan Certificates.

- PKR denominated INPCs can be purchased from JS Roshan Digital PKR Account.
- USD, GBP & EUR denominated INPCs can be purchased from JS Roshan Digital FCY Account.

3. In which currencies are INPCs available?

INPCs are available in PKR & FCY currencies (USD, EUR & GBP).

4. What is the tenure of investment for INPCs?

INPCs are available for following tenures:

- 3 Months
- 6 Months
- 12 Months
- 3 Years
- 5 Years.

5. What is the minimum amount required to invest in INPCs?

- For PKR: The investment should be in multiples of 10,000 with minimum amount of 100,000/-
- For USD, GBP & EUR: The investment should be in multiples of 1,000 with minimum amount of 5,000/-

6. What is the profit payment frequency of INPCs?

Profit payment frequency of INPCs is as follows:

Tenure	Tenure Profit Payment Frequency
3 Months	At maturity
6 Months	At maturity
12 Months	At maturity

3 Years	Bi-annually
5 Years	Bi-annually

7. What will be the rate of return?

All Investors shall be assigned weightages (profit distribution ratio for weighted average investment) based on the tenure of investment held by them as per the scheme parameters, for the purpose of calculation of profit. The weightages applicable to all account(s) shall be announced before start of month and shall be available at SBP's & Bank's website. Moreover, the weightages shall be announced before the beginning of the month and shall not be changed during the period.

8. Will Zakat be applicable on INPC?

The Certificates shall be exempted from compulsory deduction of zakat under section 3, Chapter II (Charge and collection of Zakat) of Zakat and Ushr Ordinance, 1980.

9. How can I invest in INPCs?

Investor will submit the INPCs request via JS Bank's web page/branch and provide investment details including account no, tenure, currency and amount to be invested. Funds will be debited from customers JS Roshan Digital Account for INPC investment.

10. Will I be taxed if I invest in INPC?

The profit on INPCs will be subject to deduction of withholding tax in accordance with the applicable laws.

11. Is rollover facility available in INPCs?

The certificates shall not be auto reinvested or rolled over after maturity date.

12. Are INPCs transferrable?

The certificates shall not be transferrable except if required under the relevant laws.

13. Can I pledge INPCs for financing?

The certificates can be pledged as security for raising Shariah-compliant financing in Pakistan subject to such conditions as may be prescribed by SBP.

14. Can I encash my investment in INPCs before maturity?

Certificate holders can make early redemption/premature encashment of their INPCs after one month of issuance.

Profit/proceeds for premature encashment request made after one month and before three months will be redeemed at a discounted price by applying a discount in the profit rates for that category.

Profit/proceeds of premature encashment made after three months shall be worked out based on the weightages applicable to the nearest completed tenures.

15. How will I receive profit on my INPCs?

The investment amount and applicable profit or loss shall be paid to the investor's designated bank account i.e. JS Roshan Digital Account.

In case of a holiday, the next working day falling after the holiday will be considered the periodic profit date/principal payment date. No profit will be payable for the period of the holidays.

16. How will the funds received in Mudarabah pool be utilized?

The funds received from investors, shall only be used for extending Shariah-compliant financing to the Federal Government.

17. What will happen in case of death of certificate holder?

In case of customer's death, the payment of principal and profit, if any, shall be paid to the legal heirs of the deceased customer in accordance with a valid succession certificate or equivalent documentation issued by a court of competent jurisdiction under applicable laws.

18. Is there any cutoff time for making investments in INPCs?

For PKR & USD INPCs: *Investment requests received within the cut-off time of 1:00 pm Pakistan Standard Time (PST) shall be invested on the same day. Requests received after 1:00 pm (PST) will be invested on the next working day subject to availability of funds in investor's account.*

GBP & EUR INPCs: *Investment requests received till 1:00 pm (PST) shall be invested on the next working day's value date on T+1 basis subject to availability of funds in investor's account.*