

# REVISED PROFIT PAYOUT AUGUST 2022

## FREQUENTLY ASKED QUESTIONS

### 1. What is the eligibility for the profit?

To qualify for Profit, You:

- (i) Must hold AED or USD Islamic RAKstarter of Business Finance Account.
- (ii) Account must maintain a minimum Quarterly average balance (QAB) AED 500,000 and above in your AED denominated account or USD 500,000 and above in your USD denominated account during the Promotion period;
- (iii) Account must be in good standing and conducted in a proper and satisfactory manner at all times, including the time of crediting of any Profit to your Qualifying Account, as determined by the Bank in its sole and absolute discretion.

### 2. Is there any change in the prevailing Expected Profit rate tier?

Yes, the Expected Profit rate tier will start from AED 500K instead of AED 1 Mio from 1st August 2022

Prevailing Expected Profit Rate (AED)	
500K – 4.99Mio	0.10%
5 Mio – 14.99 Mio	0.15 %
15 Mio & above	0.25%

Prevailing Expected Profit Rate (USD)	
500K – 4.99Mio	0.10%
5 Mio – 9.99 Mio	0.15 %
10 Mio & above	0.25%

### 3. What is the revised expected profit rate?

The revised expected Profit rates are reflected below

Revised Expected Profit rate (AED)	
500K – 4.99Mio	0.25%
5 Mio – 14.99 Mio	0.50%
15 Mio & above	1.00%

Revised Expected Profit rate (USD)	
500K – 4.99Mio	0.25%
5 Mio – 9.99 Mio	0.50%
10 Mio & above	1.00%

### 4. The revised Profit will be paid out on which value.

Revised Profit will be paid only on the incremental quarterly average balance compared to the previous quarter, subject to minimum QAB of AED 500K (for AED denominated accounts) or USD 500K (for USD denominated accounts) maintained.

Promo Period	Promo Quarter (QAB)	Incremental QAB eligible for Revised Profit	Eligible Expected Profit rate for the Incremental QAB (p.a.)
Q2	500,000	Comparison Quarter	-
Q3	1,000,000	500,000	0.25%
Q4	17,000,000	16,000,000	1.00%

## 5. When can I expect the Revised Expected Profit to be credited to my account?

Revised Profit will be credited to eligible customers in October '22 and January '23

## 6. When does this promotion end?

This promotion will end on 31st December 2022

## 7. Is there a minimum quarterly average balance requirement to be eligible for Revised Expected Profit?

Yes, Minimum quarterly average balance required is AED 500K (for AED denominated accounts) or USD 500K (for USD denominated accounts) maintained

## 8. Will there be a separate entry for Revised Profit on the account statement?

Yes, there will be a separate entry for Revised Expected Profit pay-out in the account statement.

## 9. I hold two AED accounts at an entity level with a collective QAB of 500,000/-. Am I eligible for Revised Expected Profit?

Revised Expected Profit is checked and paid out at account level. Quarterly average balance will be calculated at each account level, and not at entity level. Any account where the incremental QAB is over and above AED/USD 500,000 from the previous quarter, Revised expected Profit will be applicable.

## 10. Will I receive Revised Expected Profit on my call deposit accounts?

No, this is not applicable for call deposit accounts

## 11. Will I stop receiving the prevailing Profit that I am eligible for once the promotion start?

You will continue to receive the prevailing Profit as per the below tier. The Revised Expected Profit is calculated on the incremental quarterly average balance compared to the previous quarter. Moreover, effective 1st August 2022 you will start receive regular quarterly Profit if you maintain a QAB starting from AED 500,000 instead of AED 1,000,000.

Prevailing Expected Profit rate (AED)	
500K – 4.99Mio	0.10%
5 Mio – 14.99 Mio	0.15 %
15 Mio & above	0.25%

  

Prevailing Expected Profit Rate (USD)	
500K – 4.99Mio	0.10%
5 Mio – 9.99 Mio	0.15 %
10 Mio & above	0.25%

## 12. Is the Revised Expected Profit payout over and above the existing Profit rate tier?

Yes, Revised Profit will be paid out over and above the existing rate and part of the Sub Pool in the Mudaraba Pool.

## 10. Will I receive Revised Expected Profit on my call deposit accounts?

No, this is not applicable for call deposit accounts

## 11. Will I stop receiving the prevailing Profit that I am eligible for once the promotion start?

You will continue to receive the prevailing Profit as per the below tier. The Revised Expected Profit is calculated on the incremental quarterly average balance compared to the previous quarter. Moreover, effective 1st August 2022 you will start receive regular quarterly Profit if you maintain a QAB starting from AED 500,000 instead of AED 1,000,000.

## 13. If I have 2 accounts, one ending with 001 opened in January 2022 and second account ending 002 opened in August 2022. Will both the account qualify for Revised Expected Profit payout for the Quarter 3?

Yes, both accounts will qualify for Revised Expected Profit payout. Revised Expected Profit payout of accounts opened during the promo period will however not be checked for eligibility in the month of account opening, as there is no previous month to derive a comparison