

U.S. Dollar Investment Bond (USDIB) - Frequently Asked Questions

1. What is the U.S. Dollar Investment Bond (USDIB)?

The USDIB is a U.S. Dollar-denominated diaspora bond introduced by the People's Republic of Bangladesh. It offers Non-Resident Bangladeshis (NRBs) a secure investment opportunity with attractive returns, contributing to national development.

2. Who is eligible to purchase USDIBs? Eligible purchasers include Bangladeshi citizens living abroad (Non-Residents) who have Foreign Currency (FC) accounts in Bangladesh.

3. What are the denominations and investment limits for USDIBs?

USDIBs can be purchased in any amount of U.S. Dollars against foreign remittances. There is no upper investment limit.

4. What is the maturity period and interest rate for USDIBs?

USDIBs have a maturity period of three years. The interest rates are structured based on the investment amount and tenure:

Investment Amount	Held Within One Year	After One Year but Not Later Than Two Years	After Two Years but Less Than Three Years	At Maturity (After Three Years)
Up to USD 100,000	No interest	5.50%	6.00%	6.50%
USD 100,001 to USD 500,000	No interest	4.00%	4.50%	5.00%
Above USD 500,000	No interest	3.00%	3.50%	4.00%

5. Can USDIBs be encashed before maturity?

Yes, USDIBs can be encashed before maturity with applicable interest rates based on the encashment period and investment amount, as detailed in the interest rate structure above. No interest is payable if encashed within one year of issuance.

6. Are the invested funds and earned interests tax-exempt?

Yes, both the invested funds and the earned interests from USDIBs are tax-exempted.

7. What are the reinvestment facilities for USDIBs?

After the maturity of the initial investment, investors may reinvest the principal amount for up to four additional terms, totaling a maximum investment period of 15 years. Reinvestment is allowed regardless of the investor's NRB status, subject to a written application or permission.

8. What documents are required to apply for a USDIB?

Applicants need to provide:

- National ID (NID) or valid passport copy
- Job visa or permanent residence documents
- Remittance documents
- Other relevant documents as specified

9. Where can USDIBs be purchased?

USDIBs can be purchased from:

- Authorized Dealer (AD) branches of Bangladeshi scheduled banks
- Foreign branches or representative offices
- Foreign correspondents, exchange companies, or exchange houses of these banks (excluding Shariah-based banks in Bangladesh)