

## Frequently Asked Questions (FAQ) on Shukuk

### 1. What is Sukuk?

Sukuk is a Shariah-compliant investment instrument representing ownership in assets, projects, or services under Islamic financial principles.

### 2. Who is eligible to invest in Sukuk?

Both **resident and non-resident individuals and institutions** willing to share in profit or loss can invest in Sukuk.

### 3. How can non-residents invest in Sukuk?

Non-resident individuals or institutions can invest through a **Non-Resident Foreign Currency Deposit Account (NFCD)** or a **Non-Resident Investor's Taka Account (NITA)** with a Bangladeshi bank.

### 4. Can non-residents repatriate Sukuk profits and capital?

Yes, profits and maturity proceeds (after deductions) can be repatriated abroad in foreign currency.

### 5. How are Sukuk profits distributed?

- Profits are paid **semi-annually** as per the prospectus.
- Institutional investors with accounts at Bangladesh Bank receive payments directly.
- Individual investors receive payments through their respective banks.

### 6. Is Sukuk tradable and tax-exempt?

- Sukuk is **tradable** based on prospectus terms.
- Investment in Sukuk qualifies for a **tax rebate**, though profits are taxable under existing regulations.

### 7. What is the minimum investment in Sukuk?

- **BDT 10,000**, with additional purchases in multiples of BDT 10,000.

### 8. Can Sukuk be used as collateral?

Yes, Shariah-based banks can use Sukuk as collateral for **Islamic Bank Liquidity Facility (IBLF)**.

### 9. Who can participate in Government Securities auctions?

- **Primary Dealers (PDs)** place bids directly.
- Other financial institutions, corporations, insurance companies, provident funds, and individuals can participate through PDs.

## **10. What are the required documents for opening a BPID?**

### **For Individuals:**

- Duly filled and signed application form
- NID/Passport
- Photo of applicant
- E-Tin Certificate
- Photo of Nominee(s)
- NID/passport/birth certificate of nominee(s)
- Duly signed approach letter and standing instruction(SI)

### **For Bank/FIs/Limited Company:**

- Application Form
- Bank Account Details/DAB Account Details (for Banks/FIs)
- Certificate of Incorporation
- Certificate of Commencement (if applicable)
- License From the Respective Authority (if applicable)
- Memorandum/Articles of Association
- Board Resolution
- E-Tin Certificate
- Registered Address
- Contact Details of Relevant Personnel
- Photo and NID of the authorized signatory (s)

### **For Pension/Provident/Gratuity/Mutual Fund**

- Application Form
- Bank Account Details
- Registration/Approval Certificate
- Deed of Trust (if applicable)
- Resolution/Meeting Minutes of Board of Trustees
- NBR's certificate (if applicable)
- Contact Details of Authorized Signatory
- Photo and NID of the authorized Signatory (s)

### **For Sole Proprietorship/ Partnership Business**

- Application Form
- Bank Account Details
- Trade License
- Partnership Deed (for Partnership Business)
- E-Tin Certificate
- NID of proprietors/partners
- Contact details of proprietors/partners

- Photo and Information of the Nominee (s) (for SP)
- NID/Passport of the Nominee (s) (for SP)

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