

Profit Application Form Terms and Conditions

For the purpose of these Terms and Conditions, the word "Bank" shall refer to United Bank Limited, its successors in-interest and assigns.

1. Rupee PLS Regular Term Deposit Receipts (Regular TDRs), Special Notice Deposit Receipts (SNDRs), and UBL Profit Certificates of Deposit (UBL Profit CODs) are governed under the rules of the Profit and Loss Sharing (PLS) system.
2. Rupee PLS Regular TDRs, UBL Profit CODs, SNDRs & FC TDRs can only be issued through a checking account. The Title of Account, Name of the Account holder, operating instructions and all other details would be the same as per the particular of main account holder.
3. Rupee PLS Regular TDRs, UBL Profit COD, SNDRs and FC TDRs are not negotiable instruments and cannot be transferred by endorsement or otherwise.
4. All deposits to or encashment from an account will take place where the linked checking account is being maintained within the notified banking hours.
5. Under the PLS system, the Bank shall announce the Declared Rates of Return bi-annually at the end of the six monthly banking cycles.
6. Withholding Tax, where applicable, shall be deducted from the profit amount as per the provisions of Income Tax laws in force at the time of payment of profit.
7. In case of pre-mature encashment of UBL profit receipts excess withholding tax deducted (if any) on profit amount will not be refunded to customer at the time of final settlement. Excess withholding tax recovered is deposited to FBR. Tax certificate will be issued by the branch to upon customer request.
8. For maturing Rupee PLS Regular TDRs, SNDRs and FC TDRs, the principal as well as profit for the period beyond the closing of the last half-year will be settled at the time of encashment.
9. The Bank reserves the right of refusing to accept deposit from any person in Deposit Receipts without assigning any reason.
10. UBL Profit Certificate of Deposit (UBL Profit COD) is a Term Product with fixed maturities. Two profit Payout options are available: (1) at the time of maturity and (2) on monthly basis.
11. In case of Pre-mature encashment of UBL Profit COD (Both bullet / Monthly pay-out), profit will be applicable on principle only, for the period remained with the bank at minimum rate of return set by SBP
12. For UBL Profit COD, Rollover/Renewal option is available on the principal alone, only if the option is chosen at the time of booking. If the option is not opted for, then at maturity the principal and profit (for Profit Payment at Maturity & Monthly Profit) will be transferred to the customer's checking account.
13. For UBL Profit COD with Monthly Profit, Zakat is calculated on the face value on every Zakat year. If the month of Zakat lies between the tenor of UBL Profit COD and the customer has not given the declaration, Zakat will be deducted from the Profit. If one-month profit is not sufficient the remaining amount of Zakat will be deducted from the next month's profit amount till Zakat amount is fully recovered. Deductions to be made on the relevant payment date. Declaration prescribed Pro forma for exemption on deduction of Zakat will be registered with the Bank at least one month prior to the valuation date or as per Zakat rules applicable from time to time.
14. For UBL Profit COD, Profit Payment at Maturity, Zakat is chargeable only once at the time of maturity on encashment value. The amount of Zakat due shall be calculated on the payable value of UBL Profit COD, as existing on the morning of the valuation date of that Zakat year. Declaration on prescribed Pro-forma for exemptions on deduction of Zakat will be registered with the Bank at least one month prior to the valuation date as per Zakat rules applicable from time to time.
15. Rupee PLS Regular TDRs (based on floating rate driven by market conditions) & SNDRs are fixed rate products with fixed maturities and periodical profit/return payouts.
16. For Rupee PLS Regular TDRs and SNDRs, at the time of encashment, if the rates have not been declared, profit/return will be disbursed as per the projected rates of each month, the deposit remained with the Bank. These rates will only be applicable for the period for which the declared rates are not available.
17. After maturity of Rupee PLS Regular TDRs, SNDRs, UBL Profit if not opted for rollover, the deposit will be eligible for sharing in the profits as per the PLS Savings rate.

18. For Rupee PLS Regular TDRs Rollover/Renewal option is available on the principal and profit/return amount.
19. In case of premature encashment of rupee PLS Regular TDR, profit will be paid for the period the deposit remained with the bank at the minimum rate of return set by SBP. Recovery of excess profit will be done by comparing the actually paid amount with the amount arrived as per effective rates on monthly basis. The difference could be recovered from the customer.
20. In case of Special Notice Deposit Receipts (SNDRs) , after expiry of notice period if the customer did not withdraw funds, then the customer will be entitled for profit at the minimum rate of return set by SBP for the period the deposit remained with the bank after expiry.
21. For 30 days and above SNDR, if brought for encashment before the maturity of the notice period, no penalty in terms of rate will be imposed. The profit will be paid on the days the funds remained with the Bank.
22. For SNDR if brought for encashment before the maturity of notice period profit will be paid for the period the deposit remained with the bank at the minimum rate of return set by SBP.
23. For Rupee PLS Regular TDRs and SNDRs, for fixed deposits with periodical returns, Zakat is calculated on the face value on every Zakat year. Irrespective of whether or not the depositor collects the periodical returns on due dates. Deduction to be made on the relevant payment date. Declaration on prescribed pro forma for exemption on deduction of Zakat will be registered with the Bank at least one month prior to the valuation date or as per Zakat rules applicable from time to time.
24. Foreign Currency (FC) Term Deposits Receipts may be established in U.S Dollars, Pound Sterling, Euro, UAE Dirham, Saudi Riyal and other such currency, as the Bank shall determine, as allowed by local regulations inforce, from time to time.
25. Foreign currency accounts/deposits are opened and maintained subject to Foreign Exchange Regulations and directives of the Government of Pakistan, or any of its organizations/agencies and State Bank of Pakistan, from time to time.
26. For FC TDRs the amount of deposit along with accrued return/profit will be repayable to the depositor upon maturity at a rate of profit, determined at the time of booking of each deposit.
27. For FC TDRs, after the maturity and if not opted for rollover, the profit shall be paid as per FCY Savings rates for each month on a daily product basis till the customer turns up for encashment.
28. For FC TDRs Rollover/Renewal option is available on the principal and profit amount.
29. Identification in the form of computerized National Identity Card/Passport/Alien Registration Card / NICOP / POC will be required before the bank opens any account in its sole discretion, which will be independently verified by the Bank. Any non verification or if something is found wrong /mismatched, Bank has the right to stop the transaction till clearance of ambiguity or close the account. Each account shall possess a distinctive number, which shall be quoted in all correspondence with the Bank relation to the account.
30. Opening of accounts/relationships on the basis of expired CNIC will not be allowed except in cases where NADRA allows exemption from renewal of expired CNICs as per SBP directives.
31. The Bank will take due care to see that the credit and debit entries are correctly recorded in the account of the account holder/depositor but in case of any error, the Bank shall be within its right at all time to make the correct adjusting entries, recover any amount due from the account holder/depositor without prior notice and inform the customer subsequently. The Bank shall not be liable for any damages, losses etc., and consequent upon such error/adjustments.
32. In case a deposit matures on a public or Bank holiday, then the Bank shall pay the deposit and/or the interest return/profit on the next working day when the Bank is open for banking business.