

FAQ: Sadaqah Jariyah Account

1. What is Sadaqah Jariyah Account?

Answer: Sadaqah Jariyah Account (SJA) is a special kind of account (cash waqf) where the customer can deposit an amount for a perpetual tenor and the profit earned from the deposit will be used for the purpose of sadaqah. At the end of the calendar year will be sent to the sadaqah pool fund for donation keeping the principal intact. There are three types of deposits that can be made:

- a. **Sadaqah Jariyah Account (Fixed)** Product Code 6029 – Here a customer can deposit a fixed amount once.
- b. **Sadaqah Jariyah Account (Installment)** Product Code 6030 - Here a customer will make a monthly fixed amount deposit for a fixed tenor.
- c. **Sadaqah Jariyah Account (Flexo)** Product Code 6086 - Here a customer can deposit a variable amount at any time and any frequency apart from fixed EMI.

2. What is the purpose of Sadaqah Jariyah Account?

Answer: A Sadaqah Jariyah account is a dedicated fund used to perform "ongoing charity" (Sadaqah Jariyah) in Islam, meaning donations are made to projects that will continue to benefit people over a long period of time, even after the donor's death, thus providing them with continuous rewards for their charitable act; examples include building a mosque, school, or hospital, sponsoring an orphan or child, teaching someone a valuable skill or knowledge, planting a tree, creating farmland, building a shelter for people or animals, inventing something useful for people or animals, providing clean water to communities etc.

3. Who can open a Sadaqah Jariyah Account?

Answer: A Bangladeshi person 18 years old can open this account.

4. What are the features of Sadaqah Jariyah Account?

Answer:

- Perpetual account
- Based on mudaraba principle
- Donation of profit annually
- Non-withdrawable deposits
- Provisional profit rate is 9.00%
- Tenure for deposit
 - Sadaqah Jariyah Account (Fixed): One time
 - Sadaqah Jariyah Account (Installment): 3/5 Years
 - Sadaqah Jariyah Account (Flexo): 1/2/3/4/5/6/7/8/9/10 Years

5. How can a customer open this account?

Answer: At all Prime Bank Branches, Subbranches and Agent Banking outlets. To be booked at the Islamic Banking Branches (IBB).

6. What are the minimum deposit & installment size required to open this account?

Answer:

- Sadaqah Jariyah Account (Fixed): minimum amount BDT 5,000 & no maximum limit.
- Sadaqah Jariyah Account (Installment): BDT 1,000 & its multiples.
- Sadaqah Jariyah Account (Flexo): BDT 1,000 & its multiples.

7. How & when EMI will be realized for Sadaqah Jariyah Account (Installment & Flexo)?

Answer:

- First installment will be realized on the account opening date.
- Subsequent installment:
 - Sadaqah Jariyah Account (Installment): Customers can choose any date as per their convenience.
 - Sadaqah Jariyah Account (Flexo): EMI will be taken from linked CASA through Standing Instruction on the same date of scheme opening for the following months.
- In case of holiday on installment realization date, the same will be done on the previous working day.
- In case on non-availability of fund on the installment realization day, system will hold the EMI amount & need to realize the amount manually when the fund is available.

8. Can customers open this account jointly?

Answer: Yes

9. Whether the customer can transact/withdraw fund, close or encash this account?

Answer: No

10. Can a depositor choose which organization to donate to?

Answer: No. Prime Bank as custodian will select a pool of philanthropic organizations who will ensure the fulfillment of the sadaqah jariyah compliance. The accumulated fund of the pool account will be distributed amongst these organizations ensuring Shariyah guidelines.

11. When will profit be distributed to the relevant beneficiary?

Answer: Profit under this account shall be distributed to the respective sector(s)/institution(s) / project(s)/ person(s) determined by the bank (through its associated organizations) on Annual basis.

12. Is it mandatory to have a link account with prime bank for opening this account?

Answer: Yes. A link account is mandatory with prime bank for opening this account. But in a special case subject to approval of the management opening Sadaqah account without link account is permitted.

13. What is the Profit Calculation Method?

Answer: Profit will be calculated provisionally on the daily balance of the account during the year which will be accrued daily basis and credited to the respective Sadaqah account yearly.

14. What is the profit rate?

Answer:

Account type	Deposit Tenure	Provisional Rate
Sadaqah Jariyah Account (Fixed)	None	9.0%
Sadaqah Jariyah Account (Installment)	3/5 Years	9.0%
Sadaqah Jariyah Account (Flexo)	1/2/3/4/5/6/7/8/9/10 Years	9.0%

ALCO will review and publish the rates periodically

15. Is there any option to open multiple accounts?

Answer: Yes. The customer can open multiple accounts simultaneously.

16. Can Customer get any Cheque book, debit card or internet banking/MyPrime for this Account?

Answer: No cheque book and debit card shall be issued against this account. Internet Banking/MyPrime will have view mode only.

17. Who will operate the account in case of the death of the depositor?

Answer: In the event of death of the depositor, no further deposit can be added and the then account value will continue to generate profit perpetually for the sadaqah jariyah purpose.

18. Who will supervise the pool fund for Sadaqah Jariyah at Prime Bank?

Answer: A Sadaqah Management Committee at Prime Bank Head Office will supervise the Sadaqah Jariyah Fund under the guidance of its Shariyah Supervisory Committee.

19. How the generated net profit amount to be donated?

Answer: The donation to be executed through the below charity organizations

- As-Sunnah Foundation
- Center for Zakat Management
- Bangladesh Thalassemia Foundation
- Dhaka Ahsania Mission
- MASTUL Foundation