

Frequently Asked Question(FAQ): MDB Gift Cheque

1. What is the MDB Gift Cheque?

The MDB Gift Cheque is a financial instrument issued by Midland Bank PLC. that promises to exchange the value shown on the cheque in favor of the bearer upon presentation. It serves as a replacement for traditional gift items or cash.

2. What are the denominations available for MDB Gift Cheques?

MDB Gift Cheques are issued in denominations of Tk. 500, Tk. 1000, and Tk. 5000.

3. How does the MDB Gift Cheque work?

Recipients can encash the gift cheque at any Midland Bank PLC. branch. They can choose to receive cash or have the funds transferred to their account. Encashment is limited to over-the-counter (OTC) and cannot be processed through clearing (BATCH/BEFTN).

4. Are there any fees or service charges associated with the MDB Gift Cheque?

No service charges apply to purchasing or encashing the MDB Gift Cheque. However, applicable VAT and AIT will be deducted at the time of encashment.

5. Can I purchase an MDB Gift Cheque without a bank account?

Yes, both account holders and non-account holders can purchase an MDB Gift Cheque. For purchases above Tk. 10,000, KYC (Know Your Customer) documentation is required.

6. What are the documents required for purchasing a Gift Cheque?

For amounts up to Tk. 10,000, no documentation is required. For higher amounts, standard KYC documents like NID/passport, or any other valid photo ID may be necessary.

7. How can I purchase an MDB Gift Cheque?

Customers can purchase Gift Cheques via two modes:

- Cash Payment;
- Debit Instruction from an MDB account;

8. What are the benefits of using an MDB Gift Cheque?

- Convenient and hassle-free gifting option;
- The recipient has the liberty to encash or transfer the value as per their convenience;
- No need for the purchaser to browse for physical gifts;
- Interest is applicable after three months, offering a potential return on the value of the cheque;

9. Can I use the MDB Gift Cheque for transactions through clearing?

No, the MDB Gift Cheque cannot be used for clearing transactions through BATCH or BEFTN. It is limited to over-the-counter (OTC) encashment.

10. What is the maximum validity of the MDB Gift Cheque?

The cheque is valid for up to two years. Interest is applicable based on the time of encashment, as detailed earlier.

11. Is there any special media or advertising plan for the MDB Gift Cheque?

Yes, the MDB Gift Cheque will be promoted through newspaper advertisements and other media channels to raise awareness among potential customers.

12. Are there any additional benefits or rewards for the purchaser?

There are no direct rewards for the purchaser, but the recipient benefits from the flexibility of encashment and the potential to earn interest if the cheque is not immediately encashed.

13. Is there any tax implication when encashing the MDB Gift Cheque?

Yes, applicable **VAT** and **AIT** will be deducted when the cheque is encashed, as per the regulations set by the National Board of Revenue (NBR).

14. What are the costs involved in issuing and maintaining the MDB Gift Cheque?

Midland Bank PLC. incurs costs related to cheque printing, brochure design, and advertising. However, these expenses do not directly impact the customer as there are no service charges associated with the purchase or encashment of the cheque.