

Frequently Asked Questions (FAQ) for MDB KOTIPOTI

1. What is the MDB KOTIPOTI scheme?

MDB KOTIPOTI is a monthly deposit scheme designed to help account holders accumulate BDT 10 million (before tax) after a specific period. The scheme offers flexibility in terms of tenure and is suitable for individuals looking to build a substantial fund through regular savings.

2. Who is eligible to open an MDB KOTIPOTI account?

- Any resident Bangladeshi citizen can open an MDB KOTIPOTI account;
- In the case of a minor account, a legal guardian will operate the account until the minor turns 18;
- Firms, institutions, organizations, and companies registered in Bangladesh are also eligible to open this account;

3. What are the available tenures for this scheme?

The MDB KOTIPOTI scheme offers multiple tenure options:

3 years, 5 years, 8 years, 10 years, 12 years, 15 years, 20 years.

4. What is the maximum amount at maturity?

The maximum amount at maturity for this scheme is BDT 10,000,000 (One Crore Taka) before tax and other charges.

5. How is the interest calculated and paid?

Interest is calculated on a monthly basis and applied to the account annually. The interest rates vary depending on the chosen tenure.

6. Can I open more than one MDB KOTIPOTI account?

Yes, customers are allowed to open more than one MDB KOTIPOTI account.

7. Is there an initial deposit required to open the account?

No initial deposit is required to open an MDB KOTIPOTI account.

8. What happens if I need to withdraw my deposit before maturity?

- If the scheme is encashed before 12 installments, no benefit, including interest, will be given, and any accrued interest will be reversed;
- If the scheme is encashed after 12 installments but before maturity, the depositor will receive interest at the prevailing savings account rate;

09. What happens if I miss three consecutive installments?

If the customer fails to pay three consecutive installments, the account will be closed, and the account holder will receive interest (if any) as per the scheme's "Method & Forfeiture of Earning Interest" criteria. Exceptions can be made at the discretion of the Branch Manager upon obtaining proper justification from the customer.

10. What documents are required to open an MDB KOTIPOTI account?

- Bank's prescribed Account Opening Form (AOF) signed by the applicant;
- One passport-size photograph of the account holder(s) attested by the introducer;
- Photocopy of a valid photo ID (Passport, NID, Birth Certificate) of the applicant(s) attested by the introduce;



- One passport-size photograph of the nominee(s) (and legal guardian, if any) attested by the account holder(s);
- Photocopy of a valid photo ID of the nominee(s) (and legal guardian, if any) attested by the account holder(s);

11. How can I make my monthly installments?

Monthly installments can be made through:

- Automatic Fund Transfer (AFT) from an MDB CASA Account;
- Direct cash payment to the scheme account;

12. Are there any fees or charges associated with this scheme?

- Government excise duty and withholding tax on interest earned are applicable and will be deducted at source;
- Late fees of 2% of the installment amount or BDT 200 (whichever is higher) will be charged for failure to deposit installments on time;

13. Can I avail of a credit facility against this product?

Yes, customers can avail a secured facility up to 90% of their deposit amount (excluding interest) after one year from opening the account.

14. What happens to the account in case of the depositor's death?

In case of the depositor's death, the scheme will cease to function. The amount will be paid to the nominee(s) with applicable interest as per the scheme's rules.

15. Can I deposit advance installments?

Yes, advance installments may be deposited, but no additional interest will be paid for the installments paid in advance.

16. How will I receive the maturity amount?

Upon maturity, the scheme account will be automatically closed, and the fund will be transferred to the customer's CASA account maintained with Midland Bank PLC. If no CASA account is available, a Pay Order will be issued in favor of the customer after deducting necessary charges.

17. Is there an option for joint account holders?

Yes, the scheme can be opened in a single name or joint names.

18. Can the bank change the rules and procedures of this scheme?

Yes, the bank reserves the right to change the rules and procedures of the plans if deemed necessary.

19. Where can I open an MDB KOTIPOTI account?

You can open an MDB KOTIPOTI account at any Midland Bank PLC. branch.