The Manager
Habib Metropolitan Bank Limited
Sub: Opening of Investment Portfolio Securities (IPS) Account

I/We am/are requesting the Habib Metro Bank to open an Investment Portfolio Securities (IPS**)** account in my/our name for the purpose of buying and selling Government of Pakistan debt securities, including Treasury Bills, Pakistan Investment Bonds, and Sukuk that may from time to time be issued by Government of Pakistan.

Account Title: ______________________________ (Capital Letter)

Account Number:

0	6	-			-			-						-	7	1	4	-							

CNIC Number: ______________________________

Email address: ______________________________

Mobile Number: ______________________________

Landline Number:______________________________

Correspondence / Mailing Address: ______________________________

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The following information, terms & conditions have been read and fully understood.

1. The Government of Pakistan issues the debt securities, with the State Bank of Pakistan serving as the primary custodian, whilst Habib Metropolitan Bank Limited acts solely as an authorized distributor and the sub-custodian.
2. **PIBs** are long-term, coupon-bearing instruments with fixed or variable interest payments made semi-annually or quarterly, with maturity dates ranging from 1 to 30 years**. T-Bills** are short-term (up to 1 year), highly liquid, zero-coupon securities and are sold at a discount to the face value.
3. **FI-GoP Debt securities** have a fixed maturity date with a specified investment period; **T-Bills** pay interest at maturity, while PIBs offer semiannual or quarterly coupon interest payments.
4. **GOP Debt securities** also carry Interest rate/price risk along with other allied risks.
5. Rising interest rates can lead to declining security values and potential capital losses, if sold later, as well as opportunity losses for early purchasers due to lower returns compared to current market yields.
6. FI-GoP Debt Securities also carry a potential liquidity risk i.e. FI-GoP Debt Security may not be sold in the market prior to maturity to prevent a loss i.e FI-GoP Debt Security price is linked to variations in the prevailing interest rates.
7. Reinvestment risk is the chance that proceeds from principal or interest payments will need to be reinvested at a lower interest rate than the initial investment rate.
8. Coupon payments that fall on weekends or holidays will be credited on the next business day, as per the regulatory guidelines.
9. I/We also understand that GOP Debt Securities will be bought or sold based on current/prevailing market rates for the specific instrument, amount, tenure, and confirms that I/we have fully understood the terms, conditions, and particulars involved in investing in these securities
10. I/We furthermore affirmed that it is my/our independent assessment and decision to proceed with the investment, doing so at my/our own risk, and understands that any information or communication from the other party is not to be considered as investment advice or a recommendation.
11. I/We acknowledge that my/our decision to purchase FI-GoP Debt Securities is independently made based on my/our own assessment of risks such as issuer, market, and price risks, and is not influenced by advice from the Bank or its affiliates.
12. I/We understand that any communication from Habib Metropolitan Bank Limited is not an investment advice or a recommendation, and no advisory or fiduciary relationship exists unless legally defined otherwise.
13. Habib Metropolitan Bank Limited offers FI-GoP Debt Securities for investment, and investors should independently evaluate the opportunity and consult professional advisors before deciding to invest.
14. I/We clarify that there is no advisory or fiduciary relationship with the Habib Metropolitan Bank Limited, except whereas required by relevant laws.
15. Habib Metropolitan Bank Limited shall not be held for any responsibility for any issues related to the return or profit payments on the security, including impacts on customers, beneficiaries, or third parties.
16. Habib Metropolitan Bank Limited has the right to approve or reject any deal without giving any reason whatsoever.

17. I/We confirm that sufficient funds will be available in my/our account with Habib Metropolitan Bank Limited at the time of investing in GOP Debt Securities.
18. I/We understand that Withholding Tax on Govt Debt security will be applied at the Primary Dealer (PD) price upon maturity, withholding tax will be deducted from coupon profit payouts, and Capital Gains Tax will be levied on the profits earned from these investments at the sale of prior maturity.
19. The investment is subject to withholding and capital gains taxes, Habib Metropolitan Bank Limited deducting these taxes as the distribution agent as per regulator (SBP) guideline and customers are responsible for their tax obligations; tax challans are available upon request.
20. The Habib Metropolitan Bank Limited applies transactional charges as per the Bank's prevailing schedule of charges to the IPS account maintained with the Bank, and the customer authorizes the bank to deduct these charges, along with government charges/levies, from my/our account or GOP debt securities' encashment value/coupon, noting that the IPS account is solely for holding debt securities.
21. The Habib Metropolitan Bank Limited has reserved the rights to share my/our personal and Banking information with the State Bank of Pakistan or authorized agencies as and when required by the law.
22. Furthermore, I/We acknowledge that the listed features are only part of GOP Debt Securities and confirm being fully aware of all their features and those of the IPS Account.
23. I/We consent to the IPS Account being operated according to the instructions linked to my/our Bank account.
24. That I/We hereby indemnify the Bank against any/all claims, demands, damages, costs and actions made upon the Bank by reason of any loss, injury or damage suffered by any person in compliance of the Bank on our above instructions.
25. I/We confirm the accuracy of debt security purchase and sale prices for Capital Gains Tax calculation under Section 151A of the Income Tax Ordinance, 2001, authorizing the Bank to compute and withhold the tax based on the profit earned.
26. I/We accept full responsibility for any tax claims, penalties, or liabilities related to the reported debt security transactions and agree to indemnify the Bank from any such consequences.
27. In case of any Queries or pricing, customer can communicate through their registered email ID to **fixedincome.sales@habibmetro.com**
28. I/We confirm and acknowledge reading the information about my/our IPS Account with Habib Metropolitan Bank Limited and I/We have received copy of documents signed by me/us.
29. I/we agree to submit the tax exemption certificate at least 7 business days before expiry and acknowledge that Habib Metro Bank is not responsible for tax deductions by the State Bank of Pakistan due to late or missed submissions; we also agree to stay informed of any changes in relevant tax laws or regulations regarding government securities.
30. I/We authorize Habib Metro Bank to correct any erroneous or unauthorized transfer or credit of securities into my/our account.
31. I/We agree to notify Habib Metro Bank in writing of any changes in authorized signatories and provide necessary documents; the change becomes effective only after the bank confirms receipt and necessary documentation.
32. I/we confirm that I/we can submit only one non-competitive bid per tenor; multiple submissions from Habib Metro or other banks/dealers will be rejected and considered null by the State Bank of Pakistan.
33. In the incident of an IPS account holder's death, Habib Metro Bank will continue to depend on the signing authority until it receives written notice of termination or revocation and will consider all joint account holders as alive unless provided with a death certificate or satisfactory evidence of death.

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Customer Signature **Relationship/Branch Manager**
(Company Stamp required for organization only)

For Bank use only

IPS Account opened in Habib Metropolitan Bank Limited with the following title:

IPS Account Title: **Signatory:** ______________________________

Documents Required: **Date:** ______________________________

1.CNIC
2. Board resolution (if applicable)
3. List of authorized signatories (if applicable)
4. Tax exemption certificate u/s 151 (if applicable)