



MUDARABAH SAVINGS ACCOUNT MIGRATION INSTRUCTION AND AGREEMENT

This Migration Instruction and Agreement ("Agreement") is made between the Customer named below ("Rabb al-Mal") and Alternative Bank Limited (the "Bank"), acting as Mudarib (investment manager), for the migration/conversion of the Customer's existing Savings Account into a Mudarabah Savings Account under Non-Interest Banking principles.

PRODUCT TERMS (MUDARABAH SAVINGS)

The Customer acknowledges and agrees to the following key terms, in addition to the Bank's general account terms:

- 1. Nature of Contract:** The Mudarabah Savings Account is based on Mudarabah principles whereby the Customer is the owner of capital (Rabb al-Mal) and the Bank acts as investment manager (Mudarib). Unless otherwise stated, the Mudarabah is unrestricted and the Bank may deploy the funds in Shariah-compliant activities approved by the Bank's Advisory Committee of Experts (ACE), without the Customer's intervention.
- 2. Profit and Loss Sharing:** Profit, if any, generated from the Mudarabah pool will be shared between the Bank and the Customer in the agreed Profit-Sharing Ratio ("PSR"). Losses, if any, arising from the investment/business will be borne by the Customer to the extent of the Customer's invested capital, except where such losses arise from the Bank's negligence, misconduct, breach of mandate, or mismanagement, in which case the Bank will be liable.
- 3. Profit Sharing Ratio (PSR):** Bank 80% / Customer 20% of distributable profit attributable to the Customer's funds in the relevant pool. The Bank may revise the PSR for future periods and other terms and conditions subject to prior notice to the Customer through acceptable channels (e.g., SMS, email, website/branch notice).
- 4. Profit Payment Frequency and Basis:** Profit distribution (if any) shall be made MONTHLY. Profit is calculated on the Customer's AVERAGE DAILY BALANCE during the profit computation period (after considering deposits, withdrawals, and applicable weightings), and credited after month-end, subject to finalization and approval of the Mudarabah pool results in line with the Bank's governance process. Where an account is closed mid-month, profit will be forfeited.
- 5. No Guaranteed Return:** The Customer understands that Mudarabah returns are variable and dependent on actual performance. The Bank does not guarantee any minimum rate of return or profit amount.
- 6. Profit Equalization Reserve (PER):** The Bank may, at its discretion and subject to ACE approval and applicable policies, allocate a portion of gross profit to a Profit Equalization Reserve to stabilize distributions over time. If the Customer exits the pool or closes the account without receiving any distribution from PER, the Customer agrees that any undistributed share in such reserve shall remain in the reserve for the benefit of remaining/future depositors, as permitted under Shariah governance and the Bank's policy.
- 7. Withdrawals and Account Use:** The account is on-call and the Customer may withdraw funds in line with the Bank's operating rules. Withdrawals reduce the average balance and may reduce any monthly profit distribution.
- 8. Disclosures and Communication:** The Customer authorizes the Bank to provide product disclosures, pool performance summaries, and notices electronically or via other agreed channels.



9. Fees, Charges and Expenses: Any profit payable under this Account shall be subject to taxation in accordance with applicable Nigerian tax laws. The Bank shall charge fees for services rendered in accordance with its applicable Schedule of Charges. You hereby authorize the Bank to debit your Account, without prior notice, for all applicable fees, commissions, taxes, stamp duties, excise duties, levies, and any other charges payable to the Government or arising from any transaction, dealing, or service provided by the Bank to you.

10. All other terms and conditions governing banking and financial transactions between you and the Bank, as previously executed in the account opening forms, shall remain in full force and effect.

11. Consent: You consent to the collection, use, storage, and processing of your personal data by the Bank for the purposes of account opening, account migration, and related banking services, in accordance with applicable data protection and privacy laws. The Bank shall provide you with the ability to withdraw or modify your consent to the processing of your personal data at any time, subject to legal, regulatory, and contractual limitations.

D. CUSTOMER DECLARATION

I/We confirm that: (i) I/We have read and understood this Agreement; (ii) I/We have had the opportunity to ask questions; (iii) I/We accept the profit-and-loss sharing nature of Mudarabah; and (iv) I/We hereby instruct the Bank to migrate or open my/our account as stated above.