



DEPOSIT PROTECTION CORPORATION
(A Subsidiary of State Bank of Pakistan)
2nd Floor, SBP Bolton Market Building
M. A. Jinnah Road
Karachi

DPC Circular Letter No. 01 of 2021

September 20, 2021

The Presidents/ Chief Executives
All Banks

Dear Sir/ Madam,

Notification for Enhancement of Guarantee Amount (Protected Deposit)
From Rs. 250,000/- to Rs. 500,000/-

Please refer to the 'Instructions on Deposit Protection Mechanism', issued by Deposit Protection Corporation (DPC) vide its Circular No. 04 of 2018 dated June 22, 2018. Under Para 2(b) of said mechanism, an amount of Rs. 250,000/- (Rupees Two Hundred and Fifty Thousand) per depositor-per bank was determined by DPC as the guarantee amount, also referred to as protected amount or protected deposit, for the protection of eligible depositors.

2. Under the provisions of section 7(1) of DPC Act 2016, the Corporation shall guarantee full payment of funds held in depositor's account, up to an amount prescribed by the Corporation from time to time.
3. In order to enhance depositors' confidence and support financial stability, DPC has decided to enhance the level of protected deposit from Rs. 250,000/- (Rupees Two Hundred and Fifty Thousand) to up-to Rs. 500,000/- (Rupees Five Hundred Thousand) per depositor-per bank with immediate effect. All banks are hereby advised to bring this matter into the notice of their staff and depositors on priority basis.
4. Further, under DPC Circular Letter No. 01 of 2019 dated December 05, 2019, all banks were advised to install / update "Single Depositor View" (SDV) database. Consequent to the above mentioned enhancement in the amount of protected deposit, banks are hereby advised to use new guarantee amount in their SDV database for future reporting.
5. All other instructions on Deposit Protection Mechanism and SDV issued vide afore-mentioned circulars shall remain unchanged.
6. Please, acknowledge receipt.

Yours Sincerely,

Sd/-
(Syed Irfan Ali)
Managing Director