

SAJIDA 2ND ZERO COUPON BOND

NON-CONVERTIBLE, FULLY REDEEMABLE, UNSECURED



*Health, Happiness
& Dignity For All*

A TAX-FREE INCOME OPPORTUNITY

ISSUE SIZE

BDT 198 Crore

ISSUE PRICE

BDT 163.5 Crore

MINIMUM SUBSCRIPTION

BDT 8.26 Lacs (6 Bonds = 1 Lot)

REDEMPTION VALUE

BDT 10 Lacs per Lot

TENOR

3 Years

PRINCIPAL REPAYMENT

33.33% Each Year

INTEREST RATE/DISCOUNT RATE

11.50%

CREDIT RATING BY ECRL

	Long Term	Short Term	Outlook
Issuer	AA	ST-2	Stable
Issue	AA-B		Stable

Joint Arranger



Joint Arranger

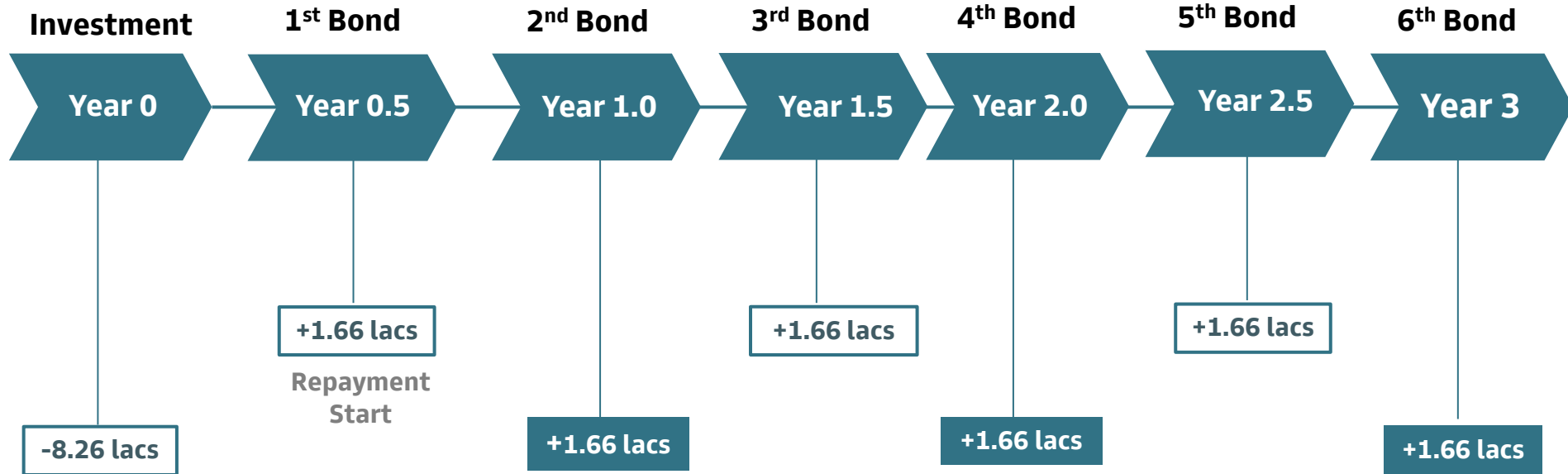


Trustee



To get the full Information Memorandum please [click here](#)

Redemption Schedule





Tax Exemption: Income Zero Coupon Bond is completely tax-free for all except Banks, NBFIs, and insurance companies.



No AIT and Excise Duty: There is **no** Advance income Tax (AIT) and Excise Duty Zero Coupon Bond.



Fixed Return: The discount rate will remain fixed regardless of interest rate movements.



Short Tenor: The average maturity is **1.60 years** only.

Tax Bracket	FDR Equivalent Return @ 11.5%
15.0%	13.5%
20.0%	14.4%
22.5%	14.8%
25.0%	15.3%
27.5%	15.9%
37.5%	18.4%
40.0%	19.2%
45.0%	20.9%
47.5%	21.9%

Due to the tax exemption, 11.5% Yield to Maturity on Zero-Coupon Bond yields higher return in comparison with the same 11.5% return on Deposits!

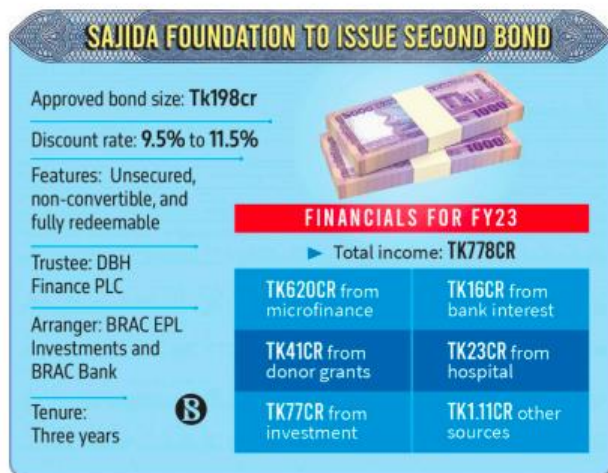
MONDAY, APRIL 15, 2024

Earlier in December last year, the non-profit voluntary organisation applied to the securities regulator for approval to issue a Tk300 crore bond with a discounted value of Tk253.8 crore.

TBS Report

02 April, 2024, 10:25 pm

Last modified: 02 April, 2024, 11:10 pm



Infographics: TBS

<https://www.tbsnews.net/economy/stocks/sajida-foundation-approved-issuing-tk198cr-bond-821646>

The Bangladesh Securities and Exchange Commission (BSEC) has approved Sajida Foundation, a non-governmental organisation, to issue a Tk198 crore bond to fund its microcredit initiatives.

According to officials at the commission, the approval was given on Sunday.

Earlier in December last year, the non-profit voluntary organisation applied to the securities regulator for approval to issue a Tk300 crore bond with a discounted value of Tk253.8 crore.

This will be the foundation's second zero-coupon bond, which will be unsecured, non-convertible, and fully redeemable. The bond's tenure will be three years, and the discount rate will range from 9.5% to 11.5%.

DBH Finance PLC will act as the trustee of the bond, with BRAC EPL Investments and BRAC Bank serving as arrangers. The bond will be issued among financial institutions, banks, insurance companies, and high-net-worth individuals through private placement.

Speaking on condition of anonymity, a Sajida Foundation official earlier informed The Business Standard, "The foundation has applied to raise funds from the bond market primarily for debt diversification, which will be used in microfinance."

Following the Covid pandemic, there has been significant demand from the foundation's customers. Therefore, the organisation deemed the bond market suitable to meet this demand, the official added.

"Although there has been a tendency for NGOs to seek foreign loans, this has diminished due to the devaluation of the taka. Additionally, the Bangladesh Bank has restricted the issuance of such loans due to the weakening of the taka."

Where social impact meets financial expertise: **SAJIDA FOUNDATION**, a top-tier NGO-Microfinance Institution.

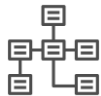
- SAJIDA Foundation is one of the largest development organisations in Bangladesh and expanding internationally.
- SAJIDA has 51% stake in Renata, the fourth largest pharmaceutical and animal health product company in Bangladesh with a market capitalization of \$1.4 billion.



1.5 mn
households
served per year



Covers 36
districts across
Bangladesh



Operates 400 units
throughout the
nation



More than 6,000
workers
employed



Global
presence in 3
countries



\$8 mn Annual
Development
Budget

Social Impact of Sajida



MICROFINANCE

- 750,000+ members
- 93% female
- Microfinance Portfolio is \$370mn

SUDIN PROGRAM

- 100% female microbusiness participants
- 30% committees headed by women

UTTARAN PROGRAM

- 100% female participants
- Will reach 550,000+ participants during 2022-29

WATER, SANITATION & HYGIENE PROGRAM

- 400,000+ participants
- 80 schools equipped with WASH facilities
- 1.3m people served

Financial Highlights

BDT 41B+
Asset Size

BDT 7.7B+
Revenue

BDT 945M+
Net Profit

BDT 35B+
Loan Portfolio

Particulars	2020-21	2021-22	2022-23	Jan'24
Net Profit Margin	22.05%	11.36%	12.15%	17.00%
Return On Assets (ROA)	5.02%	2.42%	2.96%	2.13%
Return On Equity (ROE)	22.60%	9.29%	16.23%	13.27%
Cost of Fund	7.21%	5.28%	8.62%	9.60%
Capital Adequacy Ratio	29.0%	24.5%	15.5%	17.29%
NPL Ratio	4.39%	7.60%	3.52%	4.63%

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