

Key Fact Document

OUTWARD INVESTMENT ACCOUNT - OIA



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Description of the product/ Delivery Channel

Outward Investment Account (OIA) is a special account for resident investors in Sri Lanka to channel funds abroad for eligible overseas investments such as investment in Shares and debt securities of companies incorporated outside Sri Lanka, Units in regulated unit trusts, Sovereign Bonds issued by foreign governments and to set up overseas office.

1. Eligibility

- Individuals & Sole Proprietorship registered in Sri Lanka by individuals.
- Partnership entities registered in Sri Lanka.
- Companies incorporated in Sri Lanka under the companies act no 7 of 2007 other than companies limited by guarantee.
- Regulated Licensed entities under Central Bank of Sri Lanka, Securities & Exchange Commission & Insurance Regulatory Commission.
- A Licensed Commercial & Specialized bank in terms of Banking Act No 30 of 1988.
- Employees Provident Fund established under the Employees Provident Fund Act No 15 of 1958 or any other permitted fund approved by the Commissioner General of Labor.

2. Permitted Account Types

- Savings Account
- Term Deposits-only out of returns derived from outward investments
- Current Account - without overdrawing facility and cheque books

3. Permitted Currency - 15 designated currencies

(USD/EUR/GBP/AUD/SGD/SEK/CHF/CAD/HKD/JPY/DKK/NOK/NZD/CNY/THB)

4. Interest Rates - Please refer the HNB Web site - (www.hnb.net)

Financial and other benefits to customers including incentive and promotions

- Maintain in any designated Foreign Currency

Permitted Credits

- Sri Lankan Rupee proceeds converted into foreign currency, up to the investment requirement.
- Funds transferred from Business foreign currency account (BFCA) or another OIA of the same account holder.
- Proceeds of loan obtained from a foreign source through an Inward Investment Account
- Investment related remittances.

Permitted Debits

- Payments related to capital transactions undertaken by the account holder in terms of the permissions granted under the provisions of the Foreign Exchange Act No.12 of 2017.
- Transfers to Personal foreign Currency Account (PFCA) and Business Foreign Currency Accounts (BFCA) of the account holder as capital and capital gains received from an overseas capital transaction into an OIA, where the investment had been made by debiting same PFCA or BFCA.
- Withdrawals in LKR
- Transfers to another OIA of the account holder.
- Transfers to Rupee Accounts of the account holder.

Cost to Customers – Fees/charges, commission, interest, etc.

Refer bank official website under service Interest Rates & Tariffs (<http://www.hnb.net>)

Procedure to be followed to obtain the product/delivery channel

- Visit the closest branch (250+ island wide)
- Obtaining, completing and forwarding an application with required documents. (All the Branches island wide)

Additional Documents:

- Customer Identification Documents/Registration Documents of entities should necessarily prove that individual/entities are Residents &
- CBSL letter authorizing the permitted Investment &
- In case of entities, resolution authorizing the company to carryout permitted investment outside of Sri Lanka &/OR
- An affidavit from individual/sole proprietor stating the following;
 - Individual/sole-proprietor/partners are residents as per order under section 31
 - **In case of an individual** whether such person owns a sole proprietorship and such proprietorship has made any outward investments according to the regulations
 - **In case of a sole proprietorship** business whether the proprietor has made any outward investments on individual basis

Key Terms & Conditions

General Terms & Conditions link given below:

(<https://www.hnb.net/terms-conditions>)

For more information - 0112 462 462/ hnbconnect@hnb.lk

Complaint handling procedure

The contact number is 0112661963

Email address – customer.experience@hnb.lk

Link :- hnb.net/feedback

