

PRODUCT DISCLOSURE SHEET	ENGLISH VERSION										
<p>(REMINDER: You are reminded to read and understand the terms and conditions of this Product Disclosure Sheet before signing below. In the event there are any terms and conditions in this Product Disclosure Sheet that you do not understand, please seek independent advice and/or discuss with the Bank's representative before signing below.)</p>	<p>Bank : AFFIN Islamic Bank Berhad Product : Foreign/Domestic Bills Negotiation-i (FBN-i /DBN-i)</p> <p>Date of Issuance to Customer :</p> <p>_____</p> <p>(to be filled out upon application)</p>										
<p>1. What is this product about?</p> <p>Foreign/Domestic Bills Negotiation-i (FBN-i/DBN-i) is a facility granted by the Bank to the customer where the Bank negotiates the customer's foreign/domestic bills drawn under a Letter of Credit-i favouring themselves. The Bank will only pay the documents presented that are in compliance with terms and conditions of the Letter of Credit-i. The above are governed under the current Uniform Custom and Practice for Documentary Credit (UCP) published by International Chamber of Commerce.</p> <p>No limit is required for negotiation of clean documents for our customers, while discrepant documents can be financed provided the customer has been approved with discrepant lines.</p>											
<p>2. What is the Shariah concept applicable?</p> <p>Bay' al Dayn Bi al Sila' - refers to purchasing of debt in exchange of commodity, followed by disposal of the commodity by customer for cash. It is a financing facility whereby the Bank purchases the Customer's right to the debt, which is normally securitized in the form of bill of exchange.</p>											
<p>3. What do I get from this product?</p> <p>Trade Bills-i – Letter of Credit-i (Payable on demand)</p> <p>Amount Limit : RM _____</p> <p>Commission Letter of Credit-i : RM _____</p>											
<p>4. What are my obligations?</p> <ul style="list-style-type: none"> • Letter of Credit-i is payable on demand • Total amount payable to the Bank is inclusive the fees and charges 											
<p>5. What are the fees and charges I have to pay?</p> <table border="1"> <thead> <tr> <th>Fees and charges</th> <th>Amount (RM)</th> </tr> </thead> <tbody> <tr> <td>➤ Profit Rate</td> <td> <p>Islamic Cost of Fund (iCOF) / Base Financing Rate ¹(BFR) + Margin</p> <p>The profit charged shall be fixed throughout the financing period.</p> </td> </tr> <tr> <td>➤ Commission</td> <td> <p>0.1% flat subject to minimum RM 10.00 and: Domestic: Maximum RM 500.00 Foreign: Maximum RM 100.00</p> </td> </tr> <tr> <td>➤ ²Brokerage Fee</td> <td> <ul style="list-style-type: none"> • <u>Corporate customers</u> RM 10.00 per RM 1 million on pro-rate basis • <u>SME customers</u> RM 5.00 per RM 1 million on pro-rate basis </td> </tr> <tr> <td>➤ Other charges</td> <td> <p>All other charges shall follow the Bank's Standard Tariff of Charges</p> </td> </tr> </tbody> </table>		Fees and charges	Amount (RM)	➤ Profit Rate	<p>Islamic Cost of Fund (iCOF) / Base Financing Rate ¹(BFR) + Margin</p> <p>The profit charged shall be fixed throughout the financing period.</p>	➤ Commission	<p>0.1% flat subject to minimum RM 10.00 and: Domestic: Maximum RM 500.00 Foreign: Maximum RM 100.00</p>	➤ ² Brokerage Fee	<ul style="list-style-type: none"> • <u>Corporate customers</u> RM 10.00 per RM 1 million on pro-rate basis • <u>SME customers</u> RM 5.00 per RM 1 million on pro-rate basis 	➤ Other charges	<p>All other charges shall follow the Bank's Standard Tariff of Charges</p>
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Note:

- ¹BFR is subject to change from time to time and the current BFR is at 6.81% p.a.
- ²The Brokerage fee is subject to changes on the brokerage cost charged by the commodity platform provider from time to time.

6. What if I fail to fulfill my obligations?

Upon maturity of the Facility

Sum equivalent to the prevailing daily overnight Islamic Interbank Money Market (IIMM) Rate on outstanding balance less ibra' (if any)

$$= \text{Outstanding balance} \times \text{prevailing IIMM} \times \frac{\text{no. of days overdue}}{365/366}$$

Please refer to other obligations stated in Bank's Letter of Offer.

7. What are the major risks?

- You will be exposed to the risk that the goods received are not in accordance to sales contract as under UCP 600 (the international rules governing Letters of Credit):
- Banks only deal in documents and not in goods in Letters of Credit
- Letters of Credit are separate transactions from the sales contract although the Letters of Credit are issued based on the sales contract.

8. Where can I get assistance and redress?

- If you have difficulties in making payments, you should contact your respective Relationship Manager earliest possible to discuss payment alternatives.
- If you wish to complain on the product or services provided by us, you may fill-in an "Online Feedback Form" which is available at Bank's website: AffinAlways.com that will be escalated to Customer Feedback & Resolution Management. You may also contact us at:

Customer Feedback & Resolution Management

**Level 9, Menara Affin,
Lingkaran TRX,
Tun Razak Exchange,
55188 Kuala Lumpur.**

Telephone : 03 – 8230 2222

E-mail : yourvoice@affingroup.com

Website : www.AffinAlways.com
<https://www.affingroup.com>

- Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK), an agency established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education and debt restructuring for both individuals and SMEs. You can contact AKPK at:

Agensi Kaunseling dan Pengurusan Kredit (AKPK)

**Level 5 and 6,
Menara Aras Raya (Formerly known as Menara Bumiputra-Commerce),
Jalan Raja Laut,
50350 Kuala Lumpur.**

Telephone : 03-2616 7766

Fax : 03-2616 7601

E-mail : enquiry@akpk.org.my

Operating Hours : **9:00 a.m. – 5:00 p.m.**
(Monday – Friday)

- You may re-address the issue with the Ombudsman for Financial Services (OFS) when steps taken by the Bank is still unsatisfactory. You may contact OFS at:

**Ombudsman for Financial Services (OFS) (664393P)
(Formerly known as Financial Mediation Bureau)**

**Level 14, Main Block
Menara Takaful Malaysia
No. 4, Jalan Sultan Sulaiman
50000 Kuala Lumpur**

Telephone : 603 – 2272 2811
Fax : 603 – 2272 1577
E-mail : enquiry@ofs.org.my
Website : www.ofs.org.my

- If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK at:

BNMLINK
Bank Negara Malaysia
P.O. Box 10922 (Peti Surat 10922)
50929 Kuala Lumpur
Telephone : 1-300-88-5465
Fax : 03-21741515
E-LINK : <https://bnmlink.bnm.gov.my/>

9. What do I need to do if there are changes to my contact details?

It is important that you inform us (written notice to be sent to the account holding branch) of any changes in your contact information to ensure that all correspondences reach you in a timely manner.

10. Where can I get further information?

Should you require additional information on financing, please contact us at our nearest branch to you or call our Contact Centre at 03-8230 2222 or visit our web site AffinAlways.com for further details.

11. Other facilities available

The Bank offers other trade bills facilities such as Accepted Bills-i, Shipping Guarantee-i, Bank Guarantee-i, Trust Receipt-i, Working Capital Financing-i, Letter of Credit-i, Bills Purchased-i and Export Credit Refinancing-i.

IMPORTANT NOTE:

LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU DO NOT KEEP UP PAYMENTS ON YOUR FACILITY.

The information provided in this disclosure sheet is valid as at **20 OCTOBER 2023**.

I/We hereby acknowledge that the key terms of this product disclosure sheet, in particular, the terms affecting my/our obligations, have been adequately explained to me/us by the Bank's staff, representative or agent.

Signature :

Name :

NRIC No :

Date :