

PRODUCT DISCLOSURE SHEET (PDS)

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on AFFIN ISLAMIC Personal Financing-i. Other customers have read this PDS and found it helpful; you should read it too.



AFFIN ISLAMIC BANK BERHAD ("Bank")

Date :

1. WHAT IS AFFIN ISLAMIC PERSONAL FINANCING-i?

- AFFIN ISLAMIC Personal Financing-i(AIPF-i)** is an unsecured term financing to meet personal financial needs which do not contravene with the Shariah principles and offered under variable rates.
- The variable rate profit calculated based on monthly rest and charged on the outstanding principal at the end of each month.

Shariah Concept

- This product is under the concept of **Tawarruq**.
- Tawarruq consists of two sale and purchase contracts.
- First, you will purchase a Shariah-compliant commodity such as crude palm oil (CPO) or any other commodity ("Commodity") from the Bank at a mark-up sale price ("Bank's Sale Price") on a deferred payment basis.
- Subsequently, you will sell the Commodity to a commodity supplier for cash at the Bank's Purchase Price (the financing amount) with the objective of obtaining cash.
- The sale proceeds (financing amount) will be credited into your account.

2. KNOW YOUR OBLIGATIONS

For this financing as an illustration: -

Your financing amount	:	RM	100,000.00
Your monthly instalment	:	RM	1,091.00
Financing Tenure (Years)	:		10
Standardised Base Rate (SBR)	:	p.a.	3.00%
Effective Profit Rate	:	SBR +	2.60%
In total you will pay	:	RM	130,920.00

IMPORTANT:

- The profit is calculated on a monthly rest basis.
- All calculations and information above are for illustration purposes only.

It is your responsibility to:



Read and understand the key terms in the contract before you sign it.



Pay your monthly instalment timely and in full for 10 years. Speak to us if you wish to settle your financing earlier.



Ensure you can afford to pay a higher instalment if the Overnight Policy Rate (OPR) rises.



Contact us immediately, if you are unable to pay your monthly instalment.

Note:

The SBR is set as the OPR decided by Bank Negara Malaysia.
The SBR rise or fall due to changes in the OPR.

You also have to pay the following fees and charges: -

Type of Fee/Charge	Details of Fee/Charge
Stamp Duty	As per Stamp Act 1949 (Revised 1989)
Processing Fees	No charges
Security document retrieval fee (per request)	RM30.00
Additional financing statement (per request)	RM10.00
Collection Fee	1.5% per month
Brokerage Fee	RM5.00 per RM1,000,000.00 (pro-rate basis) calculated on the Bank's Purchase Price.
Commodity delivery charge	As charge by the commodity supplier
Compensation Charges (Ta'widh)	
• During the tenure of the Facility	1% p.a. over the overdue instalment/outstanding balance.
• After the maturity of the Facility/Judgment	Prevailing daily overnight Islamic Interbank Money Market rate on such outstanding balance.

Note : The above Fee and Charges are subject to Sales and Service Tax (where relevant).

If you wish to settle your financing early, you should know:

- The Bank does not impose a lock-in period for this Facility and there is no fee imposed for early settlement before maturity.
- The Bank shall grant rebate (Ibra') which is equivalent to the Deferred Profit at the point of settlement.

Ibra' (rebate) formula:

- Rebate (Ibra') = Deferred profit – Reasonable estimated cost incurred by the Bank

Note:

- Deferred Profit = Total Contracted Profit – Accrued Profit
- Total Contracted Profit = Bank's Sale Price – Bank's Purchase Price
- Accrued Profit is calculated on Profit Rate of the outstanding principal being utilized

3. KNOW YOUR RISK

What happens if you fail to pay your monthly instalments?

- You pay more in total due to Compensation Charges ("Ta'widh").
- The Bank may deduct money from a savings account you have with us to set-off your financing balance.
- The Bank may take legal action against you.
- Your credit score may be affected, leading to credit being more difficult or expensive for you.

Your monthly instalment may increase during the tenure of your financing.

- The SBR may increase due to a rise in the OPR set by Bank Negara Malaysia. An increase in SBR means that you have to pay a **higher monthly instalment**.

	Today's SBR 3.00% p.a.	If SBR increase by 1.00% p.a.	If SBR increase by 2.00% p.a
Monthly instalment for 10 years (RM)	1,091.00	1,141.00	1,193.00
Total profit at the end of 10 years (RM)	30,920.00	36,920.00	43,160.00
Total payment amount at the end of 10 years (RM)	130,920.00	136,920.00	143,160.00

IMPORTANT:

- All calculations and information above are for illustration purposes only.

4. OTHER KEY TERMS

Ceiling Profit Rate

- AIPF-i for Government Servants & AIPF-i for Pensioner: Bank's Sale Price is calculated at a ceiling profit rate of 12% p.a.
- Other AIPF-i: Bank's Sale Price is calculated at a ceiling profit rate of 15% p.a.

Salary Deduction

- If the salary deduction made by the employer/automated fund transfer from the salary account maintain with the Bank has not yet commenced, you are responsible to pay the monthly instalment in a timely manner .

Collateral

- ☐ No guarantor or collateral is required.
- ☐ However, you will need to provide security deposit or advance payment (if required by the Bank) where, it shall be deducted from the approved financing amount.
- ☐ The amount will be set-off against any arrears when default of payment occurs.
- ☐ The Security Deposit or Advance Payment will be excluded from the outstanding principal balance for the purpose of monthly profit calculation. However, once it is utilised to set-off against any arrears when a default of payment occurs, the utilised amount of the Security Deposit or Advance Payment will be included into the outstanding principal balance for profit calculation.

Takaful Coverage

- Group Credit Family Takaful (GCFT) plan is optional but highly encouraged for all Customers.
- The single contribution is deductible from the approved financing amount upon disbursement.
- In the event of death or total permanent disability, the Takaful will pay off all outstanding amount of your financing with the Bank. This will alleviate the burden of payment on your survivors or next of kin.





Note:

The Bank may provide quotations to you for any Takaful offered by the Bank's own panel of Takaful operator. However, you are free to use the service of other Takaful provider.


Change of Address and Information

- It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.
- In accordance with AFFIN ISLAMIC Bank's policy/guidelines and per standard security documents, any change of contact details must be in writing and duly signed off by the Customer(s) and addressed to AFFIN ISLAMIC Bank Berhad.


If you have any questions or require assistance on AFFIN ISLAMIC Personal Financing-i, you can:

 Call us at 03-8230 2222	Scan the QR code below for our Bank's financing products. 
 Visit www.affinalways.com/en/affin-personal-financing-i	
 Email us at yourvoice@affingroup.com	

If you have difficulties in making payments, you can:

 Call us at 03-82302828

Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK)

 Call AKPK at 03-26167766

CUSTOMER'S ACKNOWLEDGEMENT *

Ensure you are filling this section yourself and aware what you are placing your signature for.

- ☐ I acknowledge that AFFIN ISLAMIC Bank Berhad has provided me with a copy of the PDS.
- ☐ I have read and understood the key information contained in this PDS.

* *A customer's acknowledgement of this PDS shall not prejudice his/her rights to seek redress in the event of subsequent dispute over the product terms and conditions.*

Name: _____

Date: _____