



<p>PRODUCT DISCLOSURE SHEET</p> <p>(Please read this Product Disclosure Sheet before you decide to take-up the Credit Bills Financing-i. Be sure to also read the general terms and conditions).</p>	<p>BANK RAKYAT</p> <p>CREDIT BILLS FINANCING-i (CBF-i)</p> <p>Date:</p>										
<p>1. What is this product about?</p> <p>Credit Bills Financing-i (CBF-i) is short-term financing for export bills drawn under export Letter of Credit-i. When the exporter (beneficiary of the LC-i) submits the documents under the LC-i to the Bank for negotiation, the Bank, after checking the full set of documents and confirming they are compliant, will finance the bill amount.</p>											
<p>2. What is the Shariah concept applicable?</p> <p>This financing is under the Shariah principles of <i>Murabahah</i> (by adopting <i>Tawarruq</i> practices) where based on <i>Wa'd</i> from the customer, the bank will purchase commodity from a commodity trader and then sells the commodity to the customer based on <i>Murabahah</i> sales price (cost of commodities with profit) on deferred payment basis and as the customer's agent, the Bank sells the commodity to third party buyer at cash. The cash collected from third party buyer will be deposited into customer's special designated account. Currently the commodities being used are Crude Palm Oil (CPO) and Plastic Resin (PE).</p> <p>The goods/ items of saleable value involved must not be prohibited by Shariah. Examples of prohibited items are alcohol, pork, destructive drugs, weapon, etc.</p>											
<p>3. What do I get from this product?</p> <p>Total selling price : RM _____ (Total amount due on maturity based on ceiling rate) Total financing amount : RM _____ (Amount to be financed / Invoice value) Profit rate : eCOF + Spread Tenor : Ranging between 1-6 months</p> <p><i>Formula for financing:</i> $FV = P / [1 + (R \times T / 36500)]$</p> <p>FV : Face value / maturity value (Bank's Selling Price) P : Invoice value R : Profit rate as per Letter of Offer T : Tenor of financing</p>											
<p>4. What is my obligation?</p> <p>Customer is to honour the payment on or before maturity date of financing.</p>											
<p>5. What are the charges I have to pay?</p> <p>All costs and charges incurred in relation to the facility are to be borne by the customer (if applicable).</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <thead> <tr> <th style="text-align: left;">Type of fee/charges</th> <th style="text-align: left;">Rate/Cost</th> </tr> </thead> <tbody> <tr> <td>RENTAS</td> <td>RM5</td> </tr> <tr> <td>IBG (over the counter)</td> <td>RM2</td> </tr> <tr> <td>SWIFT</td> <td>RM25</td> </tr> <tr> <td>General expenses (Courier)</td> <td>Actual cost</td> </tr> </tbody> </table>		Type of fee/charges	Rate/Cost	RENTAS	RM5	IBG (over the counter)	RM2	SWIFT	RM25	General expenses (Courier)	Actual cost
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6. What if I fail to fulfil my obligations?

The Bank reserves the right to off-set customer's eCurrent Account-i (eCA-i) or Term Deposit-i Account with the Bank as payment for outstanding amounts and shall inform the customer 7 calendar days in advance. The Bank also reserves the right to claim for full payment of the invoice value and to take legal action against default financing. All cost incurred will be borne by the customer.

Compensation charges (Ta`widh) for late payment or settlement after maturity date of financing shall be imposed on customer.

Formula for Ta`widh:

Outstanding Principal Amount x Islamic Interbank Money Market Rate x (Number of days in default / 365)

7. What if I fully settle the financing before its maturity?

For financing fully settled before maturity, the Bank shall provide rebate (*Ibra'*) on the total balance deferred profits / profit not accrued.

Formula for Early settlement amount :

Selling Price – Principal Paid – Undisbursed Principal – Ibra' + [(COF – EFR) x Principal Disbursed] + Other Actual Costs

Note:

- Ibra' means deferred profit which has not been accounted as profit earned.
- The difference between Cost of Fund ("COF") and Effective Financing Rate ("EFR") can only be claimed whenever the COF is higher than the EFP.

8. Do I need any takaful coverage?

Takaful coverage requirement is dependent on the ELC-i terms and conditions.

9. What are the major risks?

Customer shall not be able to utilize any other trade facility should there be any default in financing.

10. Where can I get more information?

Please refer to the product brochure or visit www.bankrakyat.com.my

11. Any suggestions and your questions can be directed to:

Trade Finance Department
Level 28 Menara 1
Menara Kembar Bank Rakyat
No. 33 Jalan Travers
50470 Kuala Lumpur
Tel: 03-26129600 General line
Email: trade@bankrakyat.com.my

Or

12. If you wish to complaint on the products and services provided by us, you may contact:

Public Complaints Bureau
Customer Service, Menara 1
Menara Kembar Bank Rakyat
No. 33 Jalan Travers
50470 Kuala Lumpur
Tel: 1-300-80-5454
Website: www.bankrakyat.com.my/enquiries-feedback

Or



	Business Banking Division Level 26 Menara 1 Menara Kembar Bank Rakyat No. 33 Jalan Travers 50470 Kuala Lumpur Tel: 03-26129600 General line	Contact Bank Negara Malaysia LINK or TELELINK at: Block D, Bank Negara Malaysia, Jalan Dato' Onn, 50480 Kuala Lumpur Tel: 1-300-88-5465 Fax: 03-21741515 E-mail: bnmteelink@bnm.gov.my
<p>13. Other Trade Finance products available?</p> <ul style="list-style-type: none"> • Letter of Credit-i • Export Letter of Credit Advising-i • Export Letter of Credit Confirmation-i • Inward Bills Collection-i • Outward Bills Collection-i • Outward Bills Financing-i • Tawarruq Trade Financing • Murabahah Working Capital Financing • Shipping Guarantee-i • Bank Guarantee-i 		
<p>IMPORTANT NOTE:</p> <p>LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU DO NOT MAKE PAYMENT ON REGULAR BASIS. PRODUCT DISCLOSURE SHEET MUST BE READ, UNDERSTAND, ACCEPTED AND MUST BE SIGNED BY THE CUSTOMER.</p> <p>THE PRODUCT HAS BEEN APPROVED BY SHARIAH COMMITTEE OF BANK RAKYAT ON 25th June 2015.</p>		

The information provided in this disclosure sheet is valid as at 16th Dec 2016