

PRODUCT DISCLOSURE SHEET



Bank Pilihan Anda

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on your Export Letter of Credit Confirmation-i (ELCC-i)

Other customers have read this PDS and found it helpful;

You should read it too

Date: _____

1 What is Export Letter of Credit Confirmation-i?

In addition to the service provided by the Bank to customer/ seller / exporter (beneficiary) in advising the Export Letter of Credit-i (ELC-i) receives from correspondent bank upon checking the apparent authenticity of the Letter of Credit/Letter of Credit-i (LC/LC-i) the advising bank may be requested to add its confirmation to the ELC-i.

By adding the confirmation, the advising or another bank assumes the same responsibilities as the Issuing Bank. This includes the obligation to pay against presented documents if they are in order and all of the terms in the Export Letter of Credit-i (ELC-i) are met. In effect, the beneficiary has the individual promise of two banks, (Issuing Bank and the confirming bank) to pay against documents in order as per all terms in the ELC-i.

ELCC-i is governed by the principles of *Ijarah Khadamat* that refers to payment for a service provided.

2 Know Your Obligations

You shall make a request for the confirmation of Export Letter of Credit-i from the Bank.

For this Export Letter of Credit Confirmation-i, **all costs and charges incurred in relation to this facility are to be borne by you and payable upfront** (subject to terms and conditions of Export Letter of Credit-i (ELC-i)). All fees/charges are **subject to 8% service tax, where applicable**.

You have to pay the following fees and charges:

Type of fee/charges	Rate/Cost
Commission	Rate to be determined by the Bank's Correspondence Banking based on bank and country risk
<i>Formula for Commission: C = P (r x n) Rate/Cost</i>	
C : Commission payable upfront (upon issuance and/or amendment)	
P : LC-i/LC value	
r : Commission Rate (as advised by the Bank's Correspondence Banking Department)	
n : LC-i/LC tenure	

Type of fee/charges	Rate/Cost
SWIFT (if applicable)	RM25
Courier (if applicable)	Actual cost

It is your responsibility to:



Read and understand this Product Disclosure Sheet also the **key terms and conditions of this product** before you sign the Letter of Offer/Contact.



Make payment for all costs and charges incurred related to this Export Letter of Credit Confirmation-i



Contact us immediately if you are unable to make your payment.

3 Know Your Risks

What happens if you ignore your obligations?

1. Loss of contract and business opportunity.

4 Other Key Terms

- You may have concerns about the political or economic stability of the buyer's country, or the strength and reputation of the issuing bank. Confirmation by a bank known and convenient to the seller promotes the commercial utility of Export Letter of Credit-i/Export Letter of Credit. Also, in the event of a dispute, jurisdiction will be determined by the confirming bank's location.
- 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.
- All other terms and conditions as per spelt out in Export Letter of Credit-i.

If you have any questions or require assistance on your Export Letter of Credit Confirmation-i, you can:



Call us at:
1-300-80-5454



Visit our website at:
www.bankrakyat.com.my



Email us at:
trade@bankrakyat.com.my



Agensi Kaunseling dan Pengurusan Kredit has been established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education & debt restructuring for individuals

Visit:
BNMLINK Webpage:
bnm.gov.my/BNMLINK or

Postage to BNMLINK Address:
4th Floor, Podium Bangunan AICB, No. 10, Jalan Dato' Onn, 50480 Kuala Lumpur.

Customer's Acknowledgement

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

I acknowledge that Bank Rakyat 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 term and conditions.*

Name:

Date: