



Your Choice Bank

PRODUCT DISCLOSURE SHEET

<p>Please read this Product Disclosure Sheet before you decide to subscribe for Export Letter of Credit Confirmation-i. Be sure to also read the terms and conditions of this product. Seek clarification if you do not understand any part or this document or the general terms.</p>	<p style="text-align: center;">BANK RAKYAT EXPORT LETTER OF CREDIT CONFIRMATION-i (ELCC-i)</p> <p>Package: _____</p> <p>Date: _____</p>
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1. What is this product about?

- In addition to the service provided by the Bank to customer/ seller / exporter (beneficiary) in advising the Export Letter of Credit-i receives from correspondent bank upon checking the apparent authenticity of the credit, the advising bank may be requested to add its confirmation to the Export Letter of Credit-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/Export Letter of Credit are met. In effect, the beneficiary has the individual promise of two banks, (issuing bank and the confirming bank) to pay against conforming documents.

2. What is the Shariah concept applicable?

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

3. What do I get from this product?

Customer 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.

4. What are my obligations?

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

5. What are the fees and charges I have to pay?

All costs and charges incurred in relation to the facility are to be borne by the customer (subject to terms and conditions of Export Letter of Credit-i (ELC-i)).

Type of Fee/Charges	Rate/Cost
Confirmation	Rate to be determined by the Bank's Correspondence Banking based on bank and country risk
SWIFT	RM25
General expenses (Courier)	Actual cost

Formula for Commission: $C = P (r \times n)$

- C : Commission payable upfront (upon issuance and/or amendment)
- P : LC-i/LC value
- r : Commission Rate (as advised by the Bank's Correspondent Banking Department)
- n : LC-i/LC tenure

6. What if I fail to fulfil my obligations?		
Loss of contract and business opportunity.		
7. Do I need any Takaful coverage?		
Takaful coverage requirement is dependent on the ELC-i terms and conditions.		
8. What are the major risks?		
Loss of business contract and opportunity if the customer fails to fulfil his obligations.		
<p>9. Where can I get more information?</p> <p>Please visit www.bankrakyat.com.my</p>	<p>Any suggestions and questions can be directed to:</p> <p>Trade Finance Department Level 28 Menara 1 Menara Kembar Bank Rakyat No. 33 Jalan Rakyat KL Sentral 50470 Kuala Lumpur Tel: 03-26129600 General line Email: trade@bankrakyat.com.my</p> <p>Or</p> <p>Business Banking Division Level 26 Menara 1 Menara Kembar Bank Rakyat No. 33 Jalan Rakyat KL Sentral 50470 Kuala Lumpur Tel: 03-26129600 General line</p>	<p>You can make a complaint by calling:</p> <p>Public Complaints Bureau Customer Service, Menara 1 Menara Kembar Bank Rakyat No. 33 Jalan Rakyat KL Sentral 50470 Kuala Lumpur Tel: 1-300-80-5454 Website: www.bankrakyat.com.my/enquiries-feedback</p> <p>Or</p> <p>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: bnmtelelink@bnm.gov.my</p>
10. Other Trade Finance products available.		
<ul style="list-style-type: none"> • Letter of Credit-i • Export Letter of Credit-i • Inward Bills Collection-i • Outward Bills Collection-i • Outward Bills Financing-i • Credit Bills Financing-i • <i>Tawarruq</i> Trade Financing • <i>Murabahah</i> Working Capital Financing • Shipping Guarantee-i • Bank Guarantee-i 		
<p>IMPORTANT NOTE:</p> <ul style="list-style-type: none"> • 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. • THE PRODUCT HAS BEEN APPROVED BY SHARIAH COMMITTEE OF BANK RAKYAT ON 25th JUNE 2015. • THE INFORMATION PROVIDED IN THIS DISCLOSURE SHEET IS VALID AS AT OR UNTIL _____. 		