

PRODUCT DISCLOSURE SHEET

(Please read this Product Disclosure Sheet before you decide to take the Maybank Islamic ACCEPTED BILLS-i (AB-i). Be sure to also read the general terms and conditions.

Product Name:
ACCEPTED BILLS-i (AB-i)

Date:

[The date issued to customer to be filled in by Sales Personnel]

1. WHAT IS THIS PRODUCT ABOUT?

- ACCEPTED BILLS-i IS A SHORT TERM FACILITY WHEREBY A BILL OF EXCHANGE IS DRAWN OR ACCEPTED BY MAYBANK ISLAMIC BERHAD (MIB) AND PAYABLE ON A SPECIFIC FUTURE DATE TO FINANCE THE FOLLOWING:
 - I. PURCHASES OF GOODS FROM A RESIDENT (FOR DOMESTICS TRADE) OR NON-RESIDENT (FOR IMPORT);
 - II. SALES OF GOODS TO A RESIDENT (FOR DOMESTIC TRADE) OR NON-RESIDENT (FOR EXPORT).
- AB-I IMPORTS AND LOCAL PURCHASES IS A BILL OF EXCHANGE DRAWN BY MIB AND ACCEPTED BY THE IMPORTER/PURCHASER (CUSTOMER*).
- AB-I EXPORTS AND LOCAL SALES IS A BILL OF EXCHANGE DRAWN BY THE EXPORTER/SELLER (CUSTOMER*) AND ACCEPTED BY MIB.
- THE PROFIT RATE CHARGED FOR THIS PRODUCT IS TIED TO COST OF FUNDS (COF).
- THIS FACILITY IS GOVERNED BY BANK NEGARA MALAYSIA GUIDELINES.

**AS PER BANK NEGARA MALAYSIA DEFINITION*

2. WHAT IS THE SHARIAH CONTRACT APPLICABLE?

A. MURABAHAH TO PURCHASE ORDERER (FOR PURCHASE/IMPORT ARRANGEMENT)

THE SHARIAH CONTRACT APPLIED FOR ACCEPTED BILLS-i IS MURABAHAH TO THE PURCHASE ORDERER (MPO) WHICH REFERS TO PURCHASE ORDERER (CUSTOMER) PROMISES (W'AD) TO PURCHASE AN IDENTIFIED AND SPECIFIED ASSET FROM THE SELLER (BANK) ON MURABAHAH (COST-PLUS) TERMS, UPON THE SELLER'S ACQUISITION OF THE ASSET. THE SALE OF THE ASSET BY THE BANK TO THE CUSTOMER IS ON DEFERRED BASIS, AND THE OWNERSHIP OF THE GOODS PASSES TO THE CUSTOMER UPON DELIVERY OF THE GOODS TO THE CUSTOMER.

B. BAI' DAYN BI AS SILA (FOR SALE/EXPORT ARRANGEMENT)

THE SHARIAH CONTRACT APPLIED IS BAI' DAYN BI AS SILA WHICH REFERS TO THE SALE OF DEBT WITH PAYMENT CONSIDERATION IN THE FORM OF COMMODITY. THE CUSTOMER SELLS THE GOODS ON CREDIT TO IMPORTER. THE CUSTOMER PREPARES THE EXPORT/SALE DOCUMENTS E.G. INVOICE AND SHIPPING DOCUMENTS AS REQUIRED UNDER THE SALES CONTRACT OR LETTER OF CREDIT AND PRESENTS THEM TO THE BANK. THE BANK THEN SENDS THE EXPORT/SALES DOCUMENTS TO THE IMPORTER'S BANK. THE CUSTOMER DRAWS UPON THE BANK A NEW BILL OF EXCHANGE AS A SUBSTITUTION BILL THAT REPRESENTS THE AB-I. THE BANK PURCHASE THE AB-I AT A MUTUALLY AGREED PRICE (AT A DISCOUNTED PRICE), IN THE FORM OF COMMODITY. THE BANK WILL THEN ACT AS AN AGENT TO CUSTOMER TO SELL THE COMMODITY TO COMMODITY TRADER AND THE PROCEEDS WILL BE CREDITED TO THE CUSTOMER'S ACCOUNT. UPON MATURITY, THE FINANCING TO BE PAID BY CUSTOMER OR RECEIPT OF SALES PROCEEDS FROM IMPORTER'S BANK.

3. WHAT DO I GET FROM THIS PRODUCT?

ACCEPTED BILLS-i

▪ FACILITY AMOUNT	AMOUNT OF FINANCING APPROVED IS AT THE SOLE DISCRETION OF THE BANK
▪ MARGIN OF FINANCING	UP TO 100% OF INVOICE VALUE
▪ FINANCING TENURE	UP TO 6 MONTHS
▪ PRICING / PROFIT RATE	COST OF FUND + SPREAD
▪ COST OF FUND	TO BE DETERMINED ON THE DAY OF FINANCING
▪ SHARIAH CONCEPT	MURABAHAH TO PURCHASE ORDERER (MPO) & BAI' DAYN BI AL SILA'

4. WHAT ARE MY OBLIGATIONS?

- TO HAVE TRADE FACILITY PRIOR TO APPLICATION OF ABI-i
- TO PAY THE BANK'S SALE PRICE PLUS RELEVANT FEES AND CHARGES ON PAYMENT DUE DATE.

5. WHAT ARE THE FEES AND CHARGES I HAVE TO PAY?

▪ ACCEPTANCE COMMISSION	THE RATE OF ACCEPTANCE COMMISSION WILL VARY ACCORDING TO THE CREDIT STANDING OF EACH CUSTOMER.
▪ OTHER FEES AND CHARGES	ALL OTHER COSTS AND EXPENSES I.E. LEGAL FEES AND OTHER CHARGES INCURRED IN THE PREPARATION OF ALL DOCUMENTATION PERFECTION AND PRESERVATION OF THE BANK'S SECURITY DOCUMENTS.

PLEASE REFER TO BELOW LINK FOR LATEST FEE AND CHARGES.

https://www.maybank2u.com.my/maybank2u/malaysia/en/business/trade/sme/other/trade_finance_operational_charge.page?

6. WHAT IF I FAIL TO FULFILL MY OBLIGATIONS?

<ul style="list-style-type: none"> ▪ LATE PAYMENT CHARGE (LPC) 	<p>A. THE BANK HAS THE RIGHT TO BE COMPENSATED ON LATE AND/OR DEFAULT PAYMENT BASED ON THE FOLLOWING MECHANISM:-</p> <p>I. <u>OVERDUE (EXCESS)</u> FOR FAILURE TO PAY ANY INSTALMENT OR ANY PAYMENT DUE FROM THE DATE OF THE FIRST DISBURSEMENT OF THE FACILITY UNTIL ITS EXPIRY OR MATURITY DATE, AN LPC SUM EQUIVALENT TO ONE PER CENT (1%) PER ANNUM OF THE OVERDUE INSTALMENTS/PAYMENT OR BY ANY OTHER METHOD APPROVED BY BANK NEGARA MALAYSIA (BNM).</p> <p>II. <u>UPON MATURITY/JUDGMENT (WHICHEVER IS EARLIER)</u> LPC AT PREVAILING DAILY OVERNIGHT ISLAMIC INTERBANK MONEY MARKET (IIMM) RATE ON THE OUTSTANDING BALANCE DUE AND PAYABLE OR ANY OTHER METHOD APPROVED BY BANK NEGARA MALAYSIA FROM TIME TO TIME.</p> <p>B. HOWEVER, THE AMOUNT OF LPC CHARGED TO THE CUSTOMER WILL NOT BE FURTHER COMPOUNDED.</p> <p>NOTE: LEGAL ACTION WILL BE INITIATED IF YOU FAIL TO RESPOND TO THE REMINDER NOTICES.</p>
---	--

▪ RIGHT TO SET-OFF

THE BANK MAY WITH NOTICE TO YOU, COMBINE, CONSOLIDATE OR MERGE ALL OR ANY OF YOUR ACCOUNTS WITH, AND LIABILITIES THE BANK AND MAY SET OFF OR TRANSFER ANY SUM OUTSTANDING TO THE CREDIT OF ANY SUCH ACCOUNTS IN OR TOWARDS THE SATISFACTION OF ANY OF YOUR LIABILITIES TO THE BANK UNDER THE FACILITY.

7. WHAT IF I FULLY SETTLE THE FINANCING BEFORE ITS MATURITY?

LOCK IN PERIOD	NIL
EARLY SETTLEMENT PENALTY FEES	NIL

8. DO I NEED ANY INSURANCE / TAKAFUL COVERAGE?

N / A

9. WHAT ARE THE MAJOR RISKS?

IF YOU FAIL TO SETTLE MATURED AB-I, YOU ARE NOT ALLOWED TO FURTHER UTILIZE THE FACILITY AND THE RECOVERY PROCESS INCLUDING LEGAL PROCESS MAY BE TAKEN AGAINST YOU TO RECOVER THE AMOUNT DUE. IF YOU HAVE PROBLEMS MEETING YOUR PAYMENT OBLIGATIONS, CONTACT US EARLIER TO DISCUSS PAYMENT ALTERNATIVES.

10. WHAT DO I NEED TO DO IF THERE ARE CHANGES TO MY CONTACT DETAILS?

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. TO UPDATE YOUR CONTACT DETAILS, YOU MAY INFORM US IN WRITING OR REACH US VIA ONE OF THE CHANNELS, E.G. : M2U OR HOME BRANCH.

11. WHAT CAN I GET ASSISTANCE AND REDRESS?

- I) IF YOU HAVE DIFFICULTIES IN MAKING PAYMENTS, YOU SHOULD CONTACT US EARLIEST POSSIBLE TO DISCUSS PAYMENT ALTERNATIVES. YOU MAY CONTACT US AT :

NAME OF BRANCH : _____

ADDRESS : _____

TEL/FAX : _____ E-MAIL : _____

- II) 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 INDIVIDUALS. YOU MAY CONTACT AKPK AT:

TINGKAT 5 DAN 6, MENARA BUMIPUTRA-COMMERCE

JALAN RAJA LAUT

50350 KUALA LUMPUR

TEL : 03-2616 7766 WEBSITE : SERVICES.AKPK.GOV.MY

- III) IF YOUR QUERY OR COMPLAINT IS NOT SATISFACTORY RESOLVED BY US, YOU MAY 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 EMAIL : BNMTELELINK@BNM.GOV.MY



12. WHERE CAN I GET FURTHER INFORMATION?

IF YOU HAVE FURTHER ENQUIRIES, PLEASE CONTACT US AT :

BRANCH:
ADDRESS :
TEL :
E-MAIL:

DISCLAIMER

THE INFORMATION, TERMS AND CONDITIONS IN THIS PRODUCT DISCLOSURE SHEET ARE INDICATIVE AND ARE NOT BINDING ON THE BANK. THE FINAL TERMS AND CONDITIONS ARE STIPULATED IN THE LETTER OF OFFER AFTER CREDIT ASSESSMENT AND FINAL APPROVAL BY THE BANK.

IMPORTANT NOTE:

THE BANK HAS THE RIGHT TO PROCEED WITH LEGAL ACTION AGAINST YOU IF YOU FAIL TO PAY YOUR MONTHLY INSTALLMENT PAYMENTS ON THE BUSINESS FINANCING.

THE INFORMATION PROVIDED IN THIS DISCLOSURE SHEET IS VALID FROM JUNE 2023