

**Dear Customer,**

This Product Disclosure Sheet (PDS) provides you with key information on your trade financing. Other customers have read this PDS and found it helpful, you should read it too.

## 1 WHAT IS ACCEPTED BILL-i (AB-i) PURCHASE

**AB-i (Purchase)** facility is a negotiable bill of exchange drawn by a bank in Malaysia for financing of Shariah compliant exports, imports and domestic trade sales and purchases. The floating financing rate based on Cost of Fund (COF) and spread is calculated daily from its utilization until maturity. This is a Ringgit Malaysia (RM) financing facility to finance your purchase of tradable goods that include raw materials, semi-finished and finished goods in both cash and credit term invoices.

The applicable Shariah contract is Murabahah to the Purchase Orderer (MPO) which refers to a sale contract with a disclosure of the cost price and profit to the customer who makes the order of goods.

Other supporting Shariah contracts applicable are:

- **Wa'd** - A unilateral promise which refers to an expression of commitment given by one party to another to perform certain action(s) in the future.
- **Wakalah** - A contract when a party, as principal (muwakkil) authorizes another party as his agent (wakil) to perform a particular task in matters that may be delegated, with or without imposition of a fee.

## 2 KNOW YOUR OBLIGATIONS

**For this financing, as an illustration:**

- Your Invoice/ Financing Amount = **RM704,000.00**
- Date of Acceptance of Goods = **25/06/2025**
- Application Submission Date = **07/07/2025**
- Your Facility Tenure = **90 days**
- Financing Tenure = **78 days**
- Bank's Profit Rate = **5.33% p.a. (\*COF ± Spread)**
- Bank's Sale Price = **RM712,018.66**
- Bank's Profit Margin = **RM8,018.66**

*\*The Cost of Fund (COF) plus spread (spread is subject to Bank Islam's approval will be provided by Bank Islam upon request of the facility. For this illustration, COF is assumed at 3.83% p.a. while the spread at 1.5% p.a.*

**It is your responsibility to:**



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



Pay the **full value** of AB-i (Purchase) financing on the due date.



**Contact us immediately** if you are unable to pay your facility.

**You have to pay the following fees and charges:**

- Stamp duty:**
  - Facility: 0.5% of facility limit.
  - Utilization Notice: RM10 per facility utilization.
  - Letter of Indemnity: RM10 (where applicable).
- Fees and Commission.
- SWIFT / Rentas charges (where applicable).
- Postage and Courier (if any).
- Cancellation of the facility:** All costs borne by the Bank due to cancellation by the customer (if any)
- Late payment charges:** A sum equivalent to the prevailing daily overnight Islamic Interbank Money Market Rate on outstanding balance i.e. outstanding Sale Price less Ibra` (if any).

**Note:** Please refer to our website at [www.bankislam.com](http://www.bankislam.com) for further details on fees and charges.

## 3 KNOW YOUR RISKS

**What happens if you ignore your obligations:**

- You are to compensate us for any actual loss incurred by us due to your breach of promise (Wa'd) and undertaking to purchase the goods from us.
- You **pay more in total** due to late payment charges (compensation charges/ Ta`widh).
- We may **deduct** money from any account you have with us to set off your financing outstanding balance.
- We may **take legal action** against you and **exercise all remedies** available under security arrangement.
- Your **credit score** may be affected leading to credit being more difficult or expensive to you.
- Cross default of other facilities with Bank Islam may be triggered.

## 4 OTHER KEY TERMS

- To inform us of any change in your contact details.
- Takaful coverage is optional, however you or your supplier is advised to subscribe to any appropriate Takaful protection.
- If you do not meet the minimum credit requirement, we may require guarantor(s) or collateral in order for you to proceed with the submission.
- Agensi Kaunseling Dan Pengurusan Kredit has been established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education and debt restructuring for individual, sole proprietor and small and medium enterprise.

If you have any questions or require assistance on our product, you can:



Call us at  
**+603-26 900 900**



Visit us at  
**<https://www.bankislam.com>**



Email us at  
**[contactcentre@bankislam.com.my](mailto:contactcentre@bankislam.com.my)**

### Customer's Acknowledgment

*(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.)*

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

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

\_\_\_\_\_  
Name:  
Date:

CONFIDENTIAL