

Dear Customer,

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

1 WHAT IS VEHICLE FINANCING-i

Vehicle Financing-i is a secured financing for a purchase of vehicle, either new, unregistered reconditioned, used or superbike, calculated on floating rate basis. The profit is calculated on monthly reducing balance method and will change upon revision of the Standardised Base Rate (SBR). You are offering your vehicle as a security for this financing.

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 vehicle.

2 KNOW YOUR OBLIGATIONS

For this financing, as an illustration:

- Your financing amount = **RM100,000.00**
- Your monthly instalment = **RM1,176.00**
- Your financing tenure = **9 years**
- Ceiling profit rate = **17% p.a.**
- Sale price = **RM195,870.83**
- Effective Profit Rate (EPR) = **SBR (2.75% p.a.)* + 2.75% p.a. = 5.50% p.a.**

In total you will pay RM127,007.97 at the end of 9 years.

*The SBR is set as the Overnight Policy Rate (OPR) decided by Bank Negara Malaysia (BNM). Please refer to Bank Islam's website <https://www.bankislam.com/deposit-financing-rates/> for the latest SBR.

It is your responsibility to:



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



Pay your monthly instalment timely and in full for **9 years**. Speak to us if you wish to settle your financing earlier.



Contact us immediately if you are unable to pay your monthly instalment.

You have to pay the following fees and charges:

- I. **Stamp duty:** RM10.00 – Letter of Offer including Terms and Conditions.
RM10.00 – Power of Attorney.
RM10.00 – Guarantee Agreement (if applicable).
- II. **Financing cancellation:** All costs incurred by Bank Islam, if any, for the preparation, registration of security documents and expenses incurred during the claim process upon cancellation.
- III. **Late payment charges:** 1% p.a. on the overdue instalments.
- IV. **Registration fee:** On the Power of Attorney (if applicable) as imposed in and by the High Court.

If you wish to settle your financing early, you should know:

No 'lock in period' for this facility and Bank Islam shall grant Ibra' (rebate) on the deferred profit after full settlement is made.

3 KNOW YOUR RISKS

What happens if you ignore your obligations:

- I. You **pay more in total** due to late payment charges (compensation charges/ Ta'widh).
- II. We may **deduct** money from any account you have with us to set off your financing outstanding balance.
- III. We may **repossess** your vehicle and **take legal action** against you.
- IV. Your **credit score** may be affected leading to credit being more difficult or expensive to you.
- V. Cross default of other facilities with Bank Islam may be triggered.

You monthly instalment may increase during the tenure of your financing.

The SBR may increase due to a rise in the OPR set by BNM. An increase in SBR means you shall pay a **higher monthly instalment**.

	Current rate at 5.50% p.a.	Rate increase by 1% p.a.	Rate increase by 2% p.a.
Monthly instalment	RM1,176.00	RM1,225.45	RM1,276.10
Total profit	RM27,007.97	RM32,348.76	RM37,818.97

PRODUCT DISCLOSURE SHEET

Total payment	RM127,007.97	RM132,348.76	RM137,818.97
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4 OTHER KEY TERMS

- To inform us of any change in your contact details.
- Compulsory to take comprehensive Motor Takaful/ Insurance coverage (where Takaful is encouraged) on the vehicle financed for the entire financing tenure. Please note conventional insurance will not be financed by Bank Islam.
- Optionally, to subscribe:
 - i. **Automobile Financing Takaful Plan (AFTP)** - Takaful protection with the sum covered upon death or Total and Permanent Disability (TPD) of the person covered.
 - ii. **Personal Accident Takaful Plan (PA)** - Takaful protection with the sum covered upon death or TPD as a result of an accident of the person covered.
- Requirement for guarantor is applicable on case-to-case basis.
- 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 individuals sole proprietors, and Small and Medium Enterprises (SMEs).

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

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: