

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on Revolving Credit-i. Other customers have read this PDS and found it helpful, you should read it too.

## 1 WHAT IS REVOLVING CREDIT-i (RC-i)

**Revolving Credit-i** is a standby financing line that is extended to non-individual customers on revolving basis to finance their working capital requirements. Upon activation of the RC-i line and made available for use, the customer may utilize the facility as and when they require financing by issuing utilization notice to the Bank. The RC-i is offered at a variable rate, with the profit calculated daily.

The applicable Shariah contract is Tawarruq which consists of two sale and purchase contracts. The first involves customer purchases a commodity from Bank Islam (as the customer's purchase agent) on Murabahah (cost plus sale) basis at Bank Islam's Sale Price. Subsequently, Bank Islam (who act as customer's sale agent), sells the commodity to a third party at cost price on a cash and spot basis, and the proceeds are given to the customer. The customer must pay Bank Islam's Sale Price as per the agreed terms.

## 2 KNOW YOUR OBLIGATIONS

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

➤ Your Utilization Amount	=	<b>RM100,000.00</b>
➤ Your Facility Tenure	=	<b>30 days</b>
➤ Effective Profit Rate	=	<b>3.6% p.a. (*COF/BFR ± Spread)</b>
➤ Sale Price	=	<b>RM100,295.89</b>

*\*The Cost of Fund (COF) will be provided by the Bank upon request of the facility. For this illustration, COF is assumed at 2.6% p.a. while the spread at 1.0% p.a. If the Base Financing Rate (BFR) is applicable, you may refer to <https://www.bankislam.com/deposit-financing-rates/> for the latest BFR.*

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

- I. **Stamp duty:** 0.5% of financing amount.
- II. **Agency fee:** RM50.
- III. **Processing fee** (only applicable for non-SME).
- IV. **Legal Fee:** Legal fee and disbursement including solicitor's fee for preparing financing documentation, registration of charge, land search and bankruptcy search (where applicable).
- V. **Cancellation of the facility:** All costs incurred by Bank Islam, if any, for the preparation, registration of security documents and expenses incurred during the claim process upon cancellation.
- VI. **Late payment charges:** 1% p.a. on the overdue instalments.

**It is your responsibility to:**



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



Pay the facility in **lump sum** on **maturity** date, where the **selling price** consisting of principal amount plus profit for the disbursement.



Ensure you can afford to **pay a higher instalment** if the COF/BFR rises.



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

**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 **take legal action** against you and **exercise all remedies** available under security arrangement.
- 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.

## 4 OTHER KEY TERMS

- The Bank's Effective Profit Rate offered may fluctuate during the tenure of the financing for facility with variable rate. An increase in COF/BFR may result in higher financing payment.
- 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.

# PRODUCT DISCLOSURE SHEET

- 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