

Dear Customer,

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

## 1 WHAT IS SHIPPING GUARANTEE-i (SG-i)

**SG-i** is a facility where the Bank guarantees the shipping company for the release of goods to the Buyer/ Importer without the presentation of the original Bill of Lading. It can be defined as a surety provided by a party to the Owner of the goods, who had placed or deposited his goods with the shipping company, whereby any subsequent claim made by the Owner for his goods must be met by the Guarantor.

This product is offered to you if you have the Letter of Credit-i (LC-i) facility with Bank Islam. Kindly refer to the PDS on LC-i for information on the product.

The applicable Shariah contract used is Kafalah (Guarantee) with Ujah (Fee), a contract where Bank Islam (guarantor) guarantees any claim, debt or obligation that should be fulfilled by a debtor, supplier or contractor. In the event that the debtor, supplier or contractor fails to fulfil his obligations, the Guarantor is responsible to fulfil such obligations. The Bank will charge a fee for the issuance of SG-i.

## 2 KNOW YOUR OBLIGATIONS

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

- SG-i amount = RM100,000 (up to 100% of the amount claimed by the shipping company)
- Tenure = No tenure involved
- Bank's effective Commission rate = 0.1% flat on the amount of the invoice; or minimum of RM100
- SG-i commission = RM100

It is your responsibility to:



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



Return the **SG-i/ Letter of Discharge** for redemption within 3 months from the date of issuance of the SG-i upon arrival of original Bill of Lading.



**Contact us immediately** if you have difficulties in making settlement of the facility.

You have to pay the following fees and charges:

- I. Stamp duty: as per Stamp Duty Act 1949 [Revised 1989] (if applicable).
- II. Postage and Courier (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:

- I. You are **liable to honor the payment** even if the document received contain discrepancies upon issuance of the SG-i.
- II. if the SG-i/ Letter of Discharge is not returned within 3 months from the date of issuance, you will be charged 0.5% per annum on the amount of the invoice with minimum of RM50.00.

## 4 OTHER KEY TERMS

- To inform us of any change in your contact details.
- 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)**

# PRODUCT DISCLOSURE SHEET

## 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.

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Name:  
Date:

CONFIDENTIAL