

Dear Customer,

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

1 WHAT IS TRADE WORKING CAPITAL FINANCING-i (TWCF-i) SALES

TWCF-i (Sales) facility is to finance the sale/ exportation of goods against domestic or international trade Letter of Credit-i (LC-i) or Outward Bills for Collection-i (OBC-i) or on Open Account basis. It enables you to manage the cash flow for your credit terms sales. The floating financing rate based on daily rest will be quoted by Bank Islam on the intended day of utilization of the facility based on tenure requested by the customer.

The applicable Shariah contract is Bai` Dayn (Sale of Debt) where you sell your trade debts/ receivable to Bank Islam for a discounted amount. Other supporting Shariah contract applicable is Ujrah (a fee or service charge).

2 KNOW YOUR OBLIGATIONS

For this financing, as an illustration:

- Your Financing/ Invoice Amount = **RM704,000.00**
- Invoice Date = **30/06/2025**
- Application Submission Date = **04/07/2025**
- Your Facility Tenure = **120 days**
- Financing Tenure = **116 days**
- Bank's Profit Rate = **5.33% p.a. (*BFR ± Spread)**
- Bank's Purchase Price = **RM695,672.93**
- Bank's Profit Margin = **RM8,327.07**

It is your responsibility to:



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



Pay the **debt value** upon payment from your Buyer upon maturity of the facility.



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

**The BFR is assumed at 3.83% p.a. while the spread at 1.5% p.a. Please refer to Bank Islam's website <https://www.bankislam.com/deposit-financing-rates/> for the latest BFR.*

You have to pay the following fees and charges:

- I. Stamp duty:
 - a) Facility: 0.5% of facility limit.
 - b) Utilization Notice and Contract Note BB48: RM10 per facility utilization.
 - c) Letter of Indemnity: RM10 (where applicable).
- II. SWIFT / Rentas charges (where applicable).
- III. 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 for further details on fees and charges.

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

Bank Islam has the discretion to grant incentive to you in the form of deduction in payment in case of early settlement or early redemption of the financing.

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

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

PRODUCT DISCLOSURE SHEET

- 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

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