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| **IMPORTANT/DISCLAIMER****THIS IS AN INVESTMENT ACCOUNT PLATFORM PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS, AND IT IS NOT A DEPOSIT PRODUCT** |
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| **PRODUCT DISCLOSURE SHEET** |
| Please read and understand this Product Disclosure Sheet together with the Information Memorandum dated [ ] (“**Information Memorandum**”) in relation to CMC Group Sdn Bhd and the General Terms and Conditions before you decide to participate in this Investment Account. |
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| **CMC GROUP SDN BHD****PROJECT ID: [ ]** |
| **Date [ ]** |
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| **BRIEF INFORMATION ON THE PRODUCT** |
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| 1. **What is this product about?**
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| **Product**  | Restricted Investment Account |
| **Applicable Shariah Contract**  | **“Wakalah”** means a contract in which a party *(muwakkil)* authorises another party as their agent *(wakil)* to perform a particular task, in matters that may be delegated, either voluntarily or with imposition of fee.In this case, the customer(s) (“**Investment Account Holder(s)**” or “**IAH(s)**”) appoint Bank Islam Malaysia Berhad (“**Bank Islam**” or “**the Bank**” or “**the Sponsoring Bank**”) as the agent to invest the funds provided by the IAH(s) to finance the Venture (as described below) with a view of earning profits and the Bank will receive fee for the agency services provided.  |
| **Type of Investment Account**  | **“Restricted Investment Account”** or **“RIA”** refers to a type of investment account where the IAH(s) provides the Bank with the mandate to make investment on his behalf, in financing the Venture. |
| **Description of the Venture** | CMC Group Sdn Bhd (“**the Venture**”).The financing to the Venture shall be in the form of Business Financing-i Facility of up to RM12.0 million (“**Financing**”), which details are further described in the Information Memorandum.  |
| **Parties involved in the investment activities and their roles and responsibilities** | Parties involved are:1. Bank Islam as the investment agent (“**Agent**”);
2. The IAH(s) as the investor(s); and
3. The Venture, being the party that receives the Financing.
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| 1. **Who is this product suitable for?**
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| **Types of Investors** | * Individual
* Residents who have attained the age of twenty-one (21) years and above.
* Joint account is not allowed.

*(Note: Individuals shall be subjected to Suitability Assessment via Investment Account Platform online system.)* * Non-Individual
* Including but not limited to companies, SMEs, institutions, corporations, government agencies, universities, and other business and non-business entities incorporated in Malaysia.
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| **Return objectives** | The profit is dependent on the performance of the Venture under the Financing. The Expected Profit Return is provided for indicative purposes and does not constitute the Bank’s obligations to generate or pay such profit.  |

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| 1. **What am I investing in?**
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| **Investment objective, strategy and policy** | To generate moderate profit over an agreed period of the investment based on the underlying risk profile of the Venture. |
| **Risk assessment on the performance of the investment asset** | Kindly refer to the Information Memorandum. |
| **Total Fund Size**  | RM12,000,000.00 *(Ringgit Malaysia: Twelve Million Only).*Campaign Period1. Campaign Opening Date: 12.01 a.m. (14 November 2016)
2. Campaign Closing Date: 11.59 p.m. (2 December 2016)

*Notes:*1. *All funds received during the Campaign Period will be placed in a non-income bearing designated collection account. If the Total Fund Size is not met on the close of the Campaign Period, the Sponsoring Bank may, at its discretion,:-*
	1. *extend the Campaign Period;*
	2. *reduce the size of the fund to be raised; or*
	3. *abort the fund raising exercise.*

*If the fund raising exercise is aborted, any amount received for the purpose of the Venture will be refunded to the IAH(s) free from any return or profit.*1. *The Bank shall underwrite up to the Total Fund Size of the unsubscribed portion if the fund raising exercise is not fully subscribed by the IAH(s).*
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| **Minimum Investment Amount and Investment Amount**  | Minimum RM5,000.00 *(Ringgit Malaysia: Five Thousand Only)* per IAH and in the multiples of RM5,000.00 *(Ringgit Malaysia: Five Thousand Only).* |
| **Payment of Investment Amount**  | Within three (3) Business Days from the investment booking date. |
| **Investment tenure** | 18 months from the date of funds disbursed to the Venture. |
| **Expected Rate of Return***(i.e. after less Wakalah fee)* | 6.30% per annum on the outstanding Total Fund Size. |
| **Calculation of Profit and Expected Rate of Return** |

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| **No.** | **Category** | **Description** |
| 1. | Profit Distribution | Total Profit Payable x (IAH Individual Investment Amount / Total Investment Amount) |
| 2. | Expected Profit Rate (EPR) | The Agent will pay any profit generated from the investment in the following circumstances:(a) If the Actual Profit is **equal to or above** the Expected Profit Rate, the Agent will:-(i) pay the Expected Profit Rate to the IAH(s); and (ii) any excess thereof, will be treated as performance incentive for the Agent; (b) if the Actual Profit is **below** the Expected Profit Rate, the Agent will pay the Actual Profit Rate to the IAH(s); or (c) Any loss shall be borne solely by the IAH(s) provided that such losses are not due to the Agent’s misconduct, negligence or breach of specified terms of the investments.  |
| 3. | Profit Calculation(Example) | Profit proceeds: Principal x Profit rate x (Profit Period/Number of days in the year)Where:-Principal = Outstanding placement from IAHProfit Period = Number of days in the profit period Example:-

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| **Effective Date of RIA: 01/03/2017** | **Date of the first profit payment: 01/06/2017** |
| Investment amount: RM 10,000.00 | Profit Period: 92 days |
| Expected Profit Rate (EPR): 6.30% per annum |

**Illustration 1** Actual Return **higher** than EPR: 7.00% per annumProfit proceeds: RM10,000.00 x 7.00% per annum x (91 days /365 days) = RM174.52Total Profit to IAH in the Profit Period = RM157.07 (EPR 6.30% per annum)Performance Incentive to Bank in the Profit Period = RM17.45 (0.7% per annum)**Illustration 2** - Actual Return **lower** than EPR: 6.0% per annumProfit proceeds: RM10,000.00 x 6.0% per annum x (91 days /365 days) = RM149.59Total Profit to IAH in the Profit Period = RM149.59 (Actual 6.0% per annum) |

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| **Payment Frequency**  | Profit shall be paid to the IAH(s) quarterly on every 15th business days after receiving the installment payments from the Venture under the Financing.Principal shall be paid to the IAH(s) quarterly coterminous with the profit payments paid to the IAH(s), from and subject to receipt of principal payments from the Venture under the Financing, as follows:-

| **End of Quarter** | **Percentage of Principal** |
| --- | --- |
| 1 | 16.67% |
| 2 | 16.67% |
| 3 | 16.67% |
| 4 | 16.67% |
| 5 | 16.67% |
| 6 | 16.67% |
| **Total** | **100%** |

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| **Payment method** | Payment of profit and principal will be credited into IAH(s)’s active account opened with the Bank. |
| **Redemption / Withdrawal** | Early redemption or withdrawal of investment prior to maturity is not allowed. |
| **Reinvestment** | Not allowed. |
| **Key terms and conditions** | This RIA is subject to the terms and conditions as disclosed in the Information Memorandum, this Product Disclosure Sheet and the accompanying General Terms and Conditions. The IAH(s) is advised to read all of them carefully as they are of equal importance. |
| **PIDM Coverage** | This Investment Account is not insured by Perbadanan Insurans Deposit Malaysia (PIDM).  |

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| * 1. **KEY RISKS**
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| **What are the possible outcomes of my investments?** |
| The investment in the dedicated Venture is expected to give potential income to the IAH(s). However, the IAH(s) may lose any part or all of his investment in case of failure of the Venture to perform as expected.  |
| **What are the key risks associated with this product**  |
| All potential IAH(s) are strongly encouraged to evaluate the Venture on its own merit before investing in such Venture. All IAH(s) are advised to carefully consider all risk factors before making any investment decision. In addition to the Risk Considerations disclosed in the Information Memorandum which are risks factors pertaining to the Venture, the IAH(s) may also be exposed to the following risks:-  1. **Market risk**: Market risk is the risk of loss arising from adverse market rates or price movements (e.g. profit rate, foreign exchange rates or equity prices, where applicable). There is possibility for the IAH(s) to experience losses due to various factors that affect the overall performance of the financial markets;
2. **Credit risk:** This RIA is exposed to risks related to the Venture. Credit risk is the potential loss of investment return as a result of failure by the Venture to meet its financial obligations under the Financing;
3. **Liquidity risk:** This RIA is non-transferable and non-tradable investment product. Hence it carries the risk stemming from the lack of marketability of an investment that cannot be bought or sold quickly enough to prevent or minimise a loss or optimise any gain;
4. **Operational risk:** Operational risk is the risk of loss resulting from the Bank’s inadequate or failed internal processes, people and systems or external events, Although the Bank has implemented risk controls in developing efficient procedures, it is not possible to entirely eliminate operational risk; and
5. **Legal risk:** IAH(s) should ensure that, in entering into this investment, it is not in breach of any laws, regulations, contractual or any other legal limitations that may apply to the IAH(s). This investment is issued subject to all applicable laws, regulations and guidelines. In the event of change in such laws, regulations or guidelines, Bank Islam may be obliged to change some or all the terms and conditions of the investment, including the possibility of an early termination.
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| **5. FEES AND CHARGES** |
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| **What are the fees and charges involved?** |
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| **No.** | **Items** | **Range / Percentage / Amount** |
| 1. | Wakalah fee  | 0.30% per annum based the outstanding Total Fund Size. |
| 2. | Opening of current or savings account (if applicable) | As per the Bank’s existing standard as published in the Bank’s website. |
| 3. | Provision of ad-hoc fund performance report | RM50-00 per request.  |

**Note:** The IAH(s) agrees that the Bank shall be entitled to charge other fees and charges for any of its services provided to the IAH(s) at the rates imposed by the Bank (as approved by Bank Negara Malaysia) and as set out in this Product Disclosure Sheet and/or at the Bank’s website. The fees and charges are not inclusive of the Goods and Services Tax. |
| 6. FUND PERFORMANCE REPORT  |
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| Where progress and performance of the fund are published |
| The quarterly fund performance report will be sent to the IAH(s) through electronic mail.  |
| 7. CONTACT INFORMATION |
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| Who should I contact for further information or to lodge a complaint? |
| * If you wish to make any queries or complaint on the products or services provided by us, you may contact us at:-

For any enquiry, kindly contact:-Headquarters Address:-Capital Market Department,22nd Floor, Menara Bank Islam,22, Jalan Perak, 50450 Kuala LumpurTel: 03-2688 2688/ 2705/ 2602/ 2622 / 2703 or 03-2782 1278Fax: 03-2688 2711Email: iap.business@bankislam.com.my ; orFor any complaint, kindly contact:-Contact Centre & Feedback Channel Bank Islam Malaysia Berhad 17th Floor, Menara Bank Islam 22, Jalan Perak, 50450 Kuala LumpurTel: 03-2782 1281/ 1284/ 1285 Fax: 03-2782 1337 Email: feedbackchannel@bankislam.com.my ; or * If your query or complaints is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or TELELINK at:

Block D, Bank Negara Malaysia, Jalan Dato’ Onn, 50480 Kuala Lumpur. Tel: 1-300-88-5465 Fax: 03-2174 1515 Email: bnmtelelink@bnm.gov.my **Note**: Information contained herein is accurate as of the time of publishing and subject to change in accordance with applicable rules, regulations or guidelines issued by Bank Negara Malaysia from time to time. |
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| **WARNING****THE RETURNS ON THIS INVESTMENT ACCOUNT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSETS. THE PRINCIPAL AND RETURNS ARE NOT GUARANTEED AND CUSTOMER/INVESTMENT ACCOUNT HOLDER RISKS EARNING NO RETURNS AT ALL. THIS INVESTMENT ACCOUNT IS NOT INSURED BY PERBADANAN INSURANS DEPOSIT MALAYSIA (“PIDM”).** |
| **The information provided in this disclosure sheet is as at [ ].** |