

Read this Product Disclosure Sheet before you decide to subscribe to this product. Be sure to also read the Terms and Conditions. Seek clarification from our officers if you do not understand any part of this document or the terms.

TERM DEPOSIT-i (TAWARRUQ) AND TERM DEPOSIT-i (TAWARRUQ) SPECIAL
1. What is this product about?

The Term Deposit-i (Tawarruq) and Term Deposit-i (Tawarruq) Special are a term deposit product with a fixed profit rate. The profit is derived from the commodity purchase and sale transactions based on the fixed profit rate determined upfront.

2. What is the Shariah concept applicable?

The applicable Shariah concept is Tawarruq where the commodity is used as an underlying asset for the purchase and sale transactions between commodity trader(s), the Customer and the Bank.

Definition of Tawarruq

A tawarruq consists of two sale and purchase contracts. The first involves the sale of an asset by a seller to a purchaser on a deferred basis. Subsequently, the purchaser of the first sale will sell the same asset to a third party on a cash and spot basis.

Roles & Responsibilities of the Contracting Parties in Tawarruq based Deposit Product

As the Purchase Agent for the customer, the Bank on behalf of the customer is obliged to purchase the commodity from commodity supplier at cost price. As the Sale Agent for the customer, the Bank on behalf of the customer shall sell the commodity to the Bank on Murabahah basis at cost plus profit. The Bank is obliged to pay the amount due from the Murabahah transaction as per the agreed terms.

3. What do I get from this product?

Minimum Deposit Placement	<ul style="list-style-type: none"> • RM1,000 for one (1) month and RM500 for two (2) months and above. • Negotiable for Term Deposit-i (Tawarruq) Special and Treasury customers. 									
Tenure	<ul style="list-style-type: none"> • One (1) month to sixty (60) months. • Negotiable for Term Deposit-i (Tawarruq) Special and Treasury customers. 									
Profit Rate	Fixed rate determined upfront upon deposit placement.									
Profit Formula and Illustration	<p>Profit Formula = Deposit x Rate x Tenure (no. of days)</p> <p>Illustration:</p> <table border="1" style="margin-left: 40px;"> <tr> <td>Deposit</td> <td>=</td> <td>RM10,000</td> </tr> <tr> <td>Rate</td> <td>=</td> <td>1.70% p.a.</td> </tr> <tr> <td>Tenure</td> <td>=</td> <td>61 days</td> </tr> </table> <p>Profit = RM10,000 x 1.70% x 61/365 = RM28.41</p>	Deposit	=	RM10,000	Rate	=	1.70% p.a.	Tenure	=	61 days
Deposit	=	RM10,000								
Rate	=	1.70% p.a.								
Tenure	=	61 days								
Profit Payment Frequency	<ul style="list-style-type: none"> • Upon maturity (tenure up to 1 year). • Half-yearly profit payment (tenure above 1 year) 									
Capital Guaranteed	Yes									
Brokerage Fee	Absorbed by the Bank									

4. What are the other key terms and conditions of this product that I should know?

Partial Withdrawal	Partial withdrawal is not allowed.
Premature Withdrawal	Premature withdrawal is allowed but no profit will be paid.
Automatic Renewal of Account	<ul style="list-style-type: none"> • Automatic renewal for the generic Term Deposit-i (Tawarruq) is allowable. • Automatic renewal is not applicable for Term Deposit-i (Tawarruq) Special. Customer is required to inform the Bank on renewal instruction on maturity. If there is no instruction received from customer on the maturity of Term Deposit-i (Tawarruq) Special, the money will remain in account and there will be no profit paid.

5. What are the fees and charges that I have to pay?	
Replacement of lost certificate – Stamp Duty of RM10.00 for the Indemnity Letter regardless of the deposit amount.	
6. What are the major risks involved?	
There is no risk involved in this product if no premature withdrawal is made. Upon premature withdrawal, no profit will be paid to the customer.	
7. What do I need to do if there are changes to my contact details?	
It is important that you inform us of any changes in your contact details to ensure that all correspondences reach you in a timely manner. To update your contact details, you may inform us in writing or visit the nearest Bank Islam Branch.	
8. Who should I contact for further information or to lodge a complaint?	
<p>If you wish to make any queries or complaint on the products or services provided by us, you may contact us at:</p> <p>Contact Centre & Customer Care Bank Islam Malaysia Berhad 17th Floor, Menara Bank Islam No 22, Jalan Perak 50450 Kuala Lumpur Tel: 03 2690 0900 Fax: 03 2782 1337 Email: customercare@bankislam.com.my</p>	<p>If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or BNM TELELINK:</p> <p>(a) via phone to : 1-300-88-5465 (1-300-88-LINK) (b) via fax to : 03 2174 1515 (c) via email to : bnmtelelink@bnm.gov.my (d) via letter to : Laman Informasi Nasihat dan Khidmat (LINK) Bank Negara Malaysia P.O. Box 10922 50929 Kuala Lumpur</p>
9. Other similar type of term or fixed deposit available	
Nil.	
IMPORTANT NOTE: YOUR DEPOSIT IS PROTECTED BY MALAYSIA DEPOSIT INSURANCE CORPORATION (PIDM) UP TO RM250,000 FOR EACH DEPOSITOR.	

- Note:**
- The above is for illustration purposes only. Profit and charges may vary and subject to the Bank's terms and conditions.
 - All information provided in this Product Disclosure Sheet is valid with effect from 19 August 2022.

Acknowledge Receipt by Customer,

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Name:
I/C Number:
Date: