

TERMS AND CONDITIONS

BANK ISLAM AUTO BALANCE CONVERSION ("ABC") PROGRAM

These Terms and Conditions govern the Auto Balance Conversion ("ABC") Program of Bank Islam Credit Card-i (BIC-i). Cardmembers are advised to read and understand these Terms and Conditions before agreeing to subscribe and/or participate in the ABC Program.

These terms and conditions are to be read together and in addition to the Bank Islam Credit Card-i Terms and Conditions.

Terminology referred herein is the same as defined in Bank Islam Credit Card-i Terms and Conditions unless stated otherwise.

1. Auto Balance Conversion ("ABC") Program

- a. ABC Program is a program that converts BIC-i Facility outstanding balances into fixed instalment payment plan at lower profit rate for Cardmember who fulfils the eligible criteria as stated in Clause 2.
- b. ABC Program shall commence from 2nd January 2020.

2. Eligibility

- a. Cardmember who fulfils the following criteria will be automatically enrolled into the ABC Program.
 - i. Nationality: Malaysian; and
 - ii. Monthly income: Less than or equal to Ringgit Malaysia Five Thousand (RM5,000) (as per income record with Bank Islam); and
 - iii. Payment history: Average payment of outstanding BIC-i Facility balances is ten percent (10%) or less in the past twelve (12) months; and
 - iv. Minimum outstanding balance is Ringgit Malaysia One Thousand (RM1,000);and
 - v. BIC-i Facility account is current and not delinquent.
- b. The eligible Cardmember will receive short message service ("SMS") notification from Bank Islam for enrollment and conversion to ABC Program.

3. Conversion to ABC Program

- a. Only Cardmember's outstanding principal retail transactions balances will be converted into thirty six (36) monthly instalments. Outstanding instalment payment scheme balances (such as Retail Spread Value Plan (RSVP) or Instalment Payment Plan (IPP)) are not applicable.
- b. Minimum convertible amount is Ringgit Malaysia One Thousand (RM1, 000).
- c. The outstanding balances will be converted at effective profit rate of thirteen percent per annum (13% p.a.).
- d. The amount converted is part of Cardmember's BIC-i Facility limit. Cardmember's BIC-i Facility limit will be incrementally restored based on monthly instalment paid and it will be fully restored once it is fully paid.
- e. Cardmember will receive SMS notification on enrollment where Cardmember may opt out from enrollment within 30 days from the date of SMS notification. If the Cardmember does not object to the enrollment after 30 days, the outstanding balances will be converted as per clause 3c. Cardmember will receive another SMS notification on successful conversion. For first time conversion, Cardmember is

given 30 days cooling-off period to opt out from the conversion without having to incur any charges.

- f. Although Cardmember is automatically enrolled into the ABC Program, the conversion will not happen if all eligibility criteria as per Clause 2 are not met in the month the conversion is intended to take effect. Cardmember's BIC-i Facility will be re-assessed and the conversion will only take place upon fulfillment of the eligibility criteria as per Clause 2 above.
- g. For Cardmember who is already participating in the ABC Program, Bank Islam will only assess the Cardmember's eligibility for further automatic enrollment into ABC Program, 12 months after the last assessment took place. If upon re-assessment the Cardmember is found to be eligible, the Cardmember will be automatically enrolled into another ABC Program in respect of his/her new outstanding BIC-i Facility balances and to be payable in thirty six (36) monthly instalments.
- h. There is no fee and charges imposed for the conversion.
- i. Cardmember's consent for the enrollment in ABC Program shall also constitute Cardmember's agreement to the renewal of BIC-i Facility for subsequent tenure of three (3) years upon maturity of the BIC-i Facility.

4. Payment

- a. After successful conversion, the monthly ABC instalments will commence on the following month and be reflected in BIC-i Facility Statement.
- b. The ABC monthly instalment is part of Cardmember's minimum monthly payment due in the BIC-i Facility Statement. The ABC monthly instalment is fixed and shall be payable in full on or before the payment due date.
- c. Failure to pay full monthly instalment will be subjected to the application of current BIC-i Facility profit rate and Ta'widh to the unpaid balance.
- d. In the event of default of payment of any monies due under ABC program or cancellation of the BIC-i Facility, any outstanding installments or balance of monies owing under this arrangement shall immediately become due and payable by the Cardmember.

5. Early Settlement

- a. Cardmember may settle the outstanding amount under ABC Program before the expiry of the ABC Program tenure. For early settlement, Cardmember must repay the outstanding balance of the conversion amount together with the applicable profit charges, accumulated profit, Ta'widh and all other monies due and owing under Cardmember's BIC-i Facility.

6. Method to Opt Out / Perform Early Settlement

- a. Cardmember may contact Bank Islam Contact Centre & Customer Care via telephone at 03-2690 0900 or email contactcenter@bankislam.com.my to opt out from enrollment/conversion or perform early settlement.
- b. The converted amount will be reversed back to the BIC-i Facility account and current BIC-i Facility profit rate will apply for cancellation of the ABC Program.

7. Other Terms and Conditions

- a. The Terms and Conditions herein contained are in addition to and without prejudice to the Bank Islam Credit Card-i Terms and Conditions. In the event of any inconsistency between these terms and conditions, the terms and conditions herein shall prevail with regard to the ABC Program.

- b. If the Cardmember is enrolled into ABC Program but Bank Islam subsequently discovers that the Cardmember was not eligible or has breached any of these terms and conditions or any of Bank Islam Credit Card-i Terms and Conditions or does not have enough financing limit under the BIC-i Facility, Bank Islam reserves the right to revoke the conversion and cancel the Cardmember's enrollment into ABC Program and the conversion amount will be reversed back into Cardmember's BIC-i Facility account as if the conversion did not take place and the usual applicable profit charges will be chargeable.
- c. The Terms and Conditions herein shall be governed by and construed in accordance with the laws of Malaysia and the Cardmember agree to submit to the jurisdiction of the Courts of Malaysia.

For more information, please visit Bank Islam branches or call our Contact Centre at 03 26 900 900 or visit our website at <http://www.bankislam.com>.