

**PRODUCT DISCLOSURE SHEET**

Date: \_\_\_\_\_ (To be filled by Branches)

**[Please read the Product Disclosure Sheet together with the general terms and conditions before you decide to apply or accept the offer of Special Advance for Islamic Account-i (SAFIA-i)]**

**Kindly seek clarification from Agrobank ('Bank') if you do not understand any part of this document or the general terms and conditions.**

**1. What is the product about?**

Special Advance for Islamic Account-i (SAFIA- i) is a short-term financing facility offered to Agrobank's Term Deposit-i account holder. This facility allows customer to obtain cash flow to meet their financial needs without having to uplift their Term Deposit-i account before maturity and pursuant to any other terms and conditions as stated under the Letter of Offer and Facility Agreement.

**2. What is the Shariah concept applicable?**

A *tawarruq* consists of Two (2) 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.

**3. What are the benefits of this product?**

The benefits of this product are as per below:

<b>Financing Limit</b>	*Minimum RM5,000.00 *Maximum up to 150% from the Term Deposit-i amount		
<b>Financing Tenure</b>	*Tenure will be based on the margin of financing as per below: -		
	Margin of financing up to 100%	Margin of financing up to 150%	
	<ul style="list-style-type: none"> <li>▪ Minimum 3 month</li> <li>▪ Maximum 12 month</li> </ul>	<ul style="list-style-type: none"> <li>▪ Minimum 3 month</li> <li>▪ Maximum 36 month</li> </ul>	
<b>Profit Rate</b>	Profit rate will be based on the margin of financing as per below: -		
	Margin of Financing	Agriculture Sector and Food Industry	Non-Agriculture Sector and Food Industry
	Up to 100%	Term Deposit- i profit rate + 1.00% p.a.	Term Deposit- i profit rate + 2.00% p.a.
	Up to 150%	<u>First 100% financing:</u> Term Deposit- i profit rate + 1.00% p.a.  <u>For 101%-150%</u> SBR + 4.45% p.a.	<u>First 100% financing:</u> Term Deposit- i profit rate + 2.00%p.a.  <u>For 101%-150%</u> SBR + 4.95% p.a.
	<ul style="list-style-type: none"> <li>▪ <u>Ceiling Profit Rate (CPR)</u>                      Standard Base Rate (SBR) + 7.75% p.a. or 10% p.a.; whichever is higher for the calculation of Sale Price.</li> </ul>		

	<ul style="list-style-type: none"> <li>▪ <b>Effective Profit Rate (EPR)</b> At current rate and did not exceed the CPR charged and is calculated on a monthly balance.</li> </ul> <p>Note: Current Standard Base Rate (SBR) is at 3.00% *Note: Subject to customer’s credit assessment and approval.</p>
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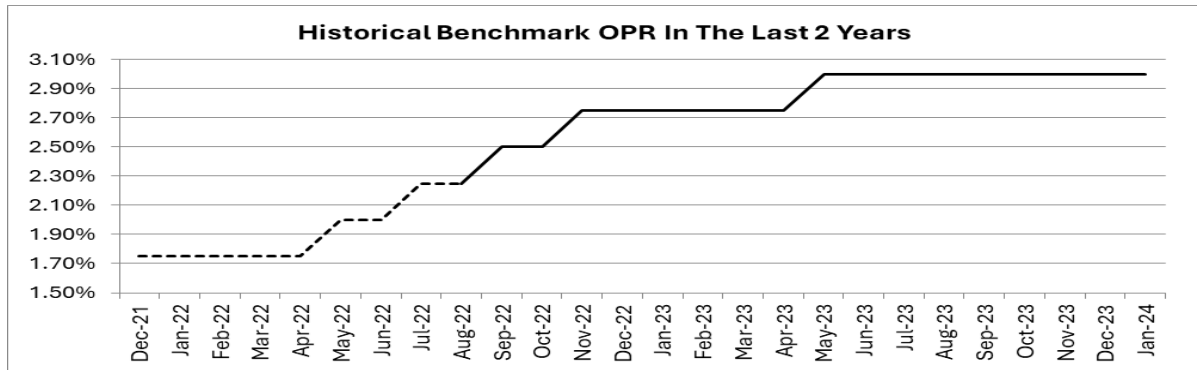
**4. What is the Standard Base Rate (SBR)?**

The SBR we offer on this product is based on the benchmark rate specified by Bank Negara Malaysia (BNM). The benchmark rate is currently set as Overnight Policy Rate (OPR), which reflects the monetary policy stance as decided by the Monetary Policy Committee of BNM.

**5. What are possible scenarios to trigger a change in the SBR?**

The SBR can rise or fall due to changes in the benchmark rate, i.e., changes in the Overnight Policy Rate (OPR).

**6. Historical benchmark OPR in the last two (2) years**



The SBR was introduced on 1 August 2022. The dotted line shows the historical series of the OPR, which is the benchmark of the SBR.

**7. What are my obligations?**

Customers are required to make payments based on the Margin of Financing as follows: -

Margin of financing up to 100%	Margin of financing up to 150%
<p>a) <u>Below 9 months financing term</u> Payment can be made any time before or on the financing maturity date.</p> <p>b) <u>For 9 months and above</u> Minimum payment must be made on every 3 months which is equivalent to the applicable 3 months profit rates. The principal amount together with outstanding profit shall be settled at the end of the financing period.</p>	<p>Payment will be via fixed monthly instalment amount.</p>

Monthly instalment:

\_\_\_\_ - \_\_\_\_ months: RM \_\_\_\_\_ and  
 \_\_\_\_\_ month: RM \_\_\_\_\_

The total payment at the end of \_\_\_\_\_ years is RM \_\_\_\_\_

**Important:** Your monthly instalments may vary if there is a change in the Standard Base Rate. However, the total payment amount should not exceed the Selling Price.

Rate	Today (SBR: .... %)	If SBR goes up 1%	If SBR goes up 2%
Monthly Instalment	RM	RM	RM
Total cost of profit at the end of ..... years	RM	RM	RM
Total financing payment at the end of ... years	RM	RM	RM

**Note:**

- i. Bank will notify at least twenty-one (21) days before the implementation date if there is any change in the profit rate related to your financing.
- ii. Advance payment or excess payment is allowed and will be counted as the next month's instalment payment. These prepayments or excess payments will affect the calculation of profit for your financing.

## 8. What are the fees and charges I have to pay?

Type of Fees & Charges	Details of Fees & Charges
<b>Stamping Fees</b>	As per the Stamp Act 1949 (Revised 1989).
<b>Brokerage Fee</b>	RM 15.00 per transaction

Note:

- The Bank will from time to time inform the Customer at least 21 days before the implementation date (if applicable) if there are any changes to the related fees and charges.
- Fee and charges are subject to Sales & Service Tax ("SST") of 8% (if applicable).

## 9. What happens if I fail to fulfill the obligations as required?

- The Bank shall have the right to impose and claim for compensation (*Ta'widh*) from the Customer at the Bank's loss due to Customer's default/ failure to pay the instalment amount, outstanding balance of Sale Price or any other amount due to the Bank shall be calculated from the payment overdue date until the settlement date based on the guidelines issued by BNM as follows:
  - i. Before maturity date, the *Ta'widh* shall be compensated up to the amount of actual loss and shall not be more than 1% per annum **on the overdue installment.**
  - ii. Upon maturity date and judgment obtained, *Ta'widh* shall be imposed at the prevailing Islamic Interbank Money Market (IIMM) rate on the entire outstanding balance as determined by the Bank from time to time based on the guidelines issued by BNM.

- The Bank reserves the right to take legal action if the customer fails to comply with the reminder notice(s) given by the Bank.
- The Bank reserved the right to terminate the financing facility granted to the Customer by giving prior notice to upon occurrence of any event of defaults as agreed in the terms and conditions of the financing facility.

#### **10. What if I fully settled the financing before its maturity?**

Rebate (*Ibra'*) shall be granted to you based on the formula set out below, in the event of any of the following scenarios: -

- Customers make early settlements, early redemptions or prepayments before the financing maturity date;
- Customers make settlement of the financing due to restructuring exercise;
- Settlement by the Customer in the case of default where even though the Customer is in default, the Customer makes full settlement of the indebtedness under the Facility before maturity date;
- Settlement by the Customer in the event of termination or cancellation of financing before maturity date.

Rebate (*Ibra'*) will be calculated based on the following formula:

$$\text{Ibra' at the time of settlement} = \text{Deferred Profit}$$

#### **11. Do I need any Takaful coverage?**

Customer is encouraged to take Takaful Credit Scheme to cover the indebtedness amount under the financing. However, customers are allowed to choose non-panel Takaful provider approved by the Bank. The Takaful protection plan is necessary to cover your outstanding financing and / or term of coverage in the event of any unfortunate circumstances.

#### **12. What are the major risks?**

- In the event of default, the pledged Term Deposit-*i* will be liquidated to settle the financing balance.

#### **13. Do I need guarantor or collateral?**

- Yes, the Term Deposit-*i* should be taken as collateral.
- One eligible guarantor is required for margin of financing 101%-150%
- You may refer to website <https://www.agrobank.com.my/my/product/special-advance-for-islamic-account-i-safia-i/> on information of your rights and responsibilities as a guarantor.

#### **14. What should I do if there are changes to my contact details?**

It is important that you inform the Bank of any changes in your personal details to ensure that all correspondence reaches you in time. To update your contact information, please contact:

- Tel : 1-300-88-2476 • Fax: 03-26922053 • Email : [customer@agrobank.com.my](mailto:customer@agrobank.com.my)

#### **15. Where can I get assistance and redress?**

- If you have difficulties in making payments, you should contact us earliest possible to discuss payment alternatives. You may contact us at:

Agrobank, Bangunan Agrobank, Leboh Pasar Besar 50726 Kuala Lumpur.

• Tel: 1-300-88-2476 • Fax: 03-26922053 • Email: [customer@agrobank.com.my](mailto:customer@agrobank.com.my)

- Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK), an agency established by BNM to provide free services on money management, credit counselling and debt restructuring for individuals. You are encouraged to attend a "Program Pengurusan Wang Ringgit Anda" or "POWER" offered by AKPK. You can contact AKPK at:

Agensi Kaunseling dan Pengurusan Kredit (AKPK) Tingkat 5 & 6, Menara Bumiputra-Commerce, Jalan Raja Laut, 50350 Kuala Lumpur.

•Tel: 03-26167766 •E-mel: [enquiry@akpk.org.my](mailto:enquiry@akpk.org.my)

- If you have any complaint on the products or services provided by us, you may contact us at:

Agrobank, Client Relationship Management, Bangunan Agrobank, Leboh Pasar Besar, Peti Surat 10815, 50726 Kuala Lumpur.

• Tel: 1-300-88-2476 • Fax: 03-26922053 • Email: [customer@agrobank.com.my](mailto:customer@agrobank.com.my)

- If your query or complaint 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: 603-2174 1515 •Email: [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)

#### 16. Where can I get further information?

For further information and any inquiries, please visit any nearby Agrobank branches or kindly contact us at: Bangunan Agrobank, Leboh Pasar Besar, 50726 Kuala Lumpur.

• Tel: 1-300-88-2476 • Fax: 03-26922053 • Email: [customer@agrobank.com.my](mailto:customer@agrobank.com.my)

#### 17. If customers are interested with this product, what other product/ program that may be preferred / relevant to the customers?

Nil.

#### OTHER INFORMATION

- The information provided in this Product Disclosure Sheet is valid as at date hereof.
- You are advised to carefully consider all risk factors before deciding to apply for the financing.
- Any inconsistency between the English version and the Bahasa Melayu version of this disclosure sheet, the English version shall prevail.

#### **IMPORTANT NOTE:**

**LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU FAIL TO KEEP UP PAYMENTS ON YOUR SAFIA-i FINANCING.**

#### **Disclaimer:**

The terms and conditions indicated in this Product Disclosure Sheet are tentative / indicative only and not binding on the Bank. The final terms and conditions are as stipulated in the Letter of Offer and Facility Agreement after credit assessment and financing approval.

Please note that all information disclosed under this document shall be processed in accordance with the relevant laws, including the Personal Data Protection Act 2010. Please read our PDPA Policy which is available at our website at [www.agrobank.com.my](http://www.agrobank.com.my) or you may visit our nearest branch if you have any enquiry.

I / We hereby acknowledge to accept and understand the contents of the Product Disclosure Sheet as explained to me / us.		
Signature	:	
Name	:	
NRIC	:	
Date	:	