

PRODUCT DISCLOSURE SHEET

Dear Customer,

Please read and understand this Product Disclosure Sheet ("PDS") together with the general terms and conditions before you decide to apply or accept the offer of this Product.

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



Date: _____

1. What is Documentary Collection -/(DC-i)?

- **DC-i** refers to a type of services rendered by the Bank to assist either to remit payment to Importer (Buyer / Drawee) or collect payment for Exporter (Seller / Drawer). It is normally referred to the handling of documents by the Bank in accordance to the instruction receives, in order to:-
 - a) Obtain payment and/or acceptance;
 - b) Deliver document against payment and/or acceptance;
 - c) Deliver documents on other terms and condition.
- **Scope: Domestic / International**
It is governed by Uniforms Rules for Collection, ICC Publication No. 522 ("URC 522")
- Mechanism of DC-i:

Outward Bills Collection -/(OBC-i)	Inward Bills Collection -/(IBC-i)
Bank acts as Remitting Bank for Drawer to instruct the Collecting Bank to collect payment or obtain the acceptance from the Drawee in exchange for the transfer/release of documents, which enable the Drawee to take possession of the goods.	Bank acts as Collecting Bank for Drawee whereby upon receiving collection documents together with covering schedule from Remitting Bank, the Bank will present documents to the Drawee for payment or acceptance, based on instruction given by the Remitting Bank.

- Type of DC-i:

Documents Against Payment (D/P)	Documents Against Acceptance (D/A)
Collecting Bank shall release the documents to the Buyer/Drawee only after full payment is made.	Collecting Bank shall release the documents to the Buyer/Drawee only after the buyer accepts the Bill of Exchange or provides an undertaking to pay on a future maturity date.

- Advantages of our product:

Buyer (Importer)	Seller (Exporter)
Flexible and economical compare to Letter of Credit-i (LC-i)	Flexible and economical compare to Letter of Credit-i (LC-i)

Applicable Shariah concept

Wakalah Bil Ujrah

Wakalah Bil Ujrah is an agency contract in which a party (*muwakkil*) authorizes another party as his agent (*wakil*) to perform a particular task in matters that may be delegated, with imposition of a fee (*ujrah*) for the services performed by the agent. In the context of Bank, the customer normally appoints a Bank as his agent to conduct a particular *mu'amalah* transaction and in return, the Bank will receive a fee based on a fixed amount or an agreed ratio for the service.

2. Know Your Obligations

You are required to pay the collection commission and other charges related to DC-i.

Note:

For DC-i,

- *This service can be made available for Customers with export and import businesses.*
- *Customers need to open and maintain an Agro Perdana-i account with the Bank.*
- *Financing facility is not required for Importer/Exporter to access the DC-i.*
- *Facilitates smoother import and export transactions with clear documentary requirements.*
- *Cheaper alternative to LC-i while still providing documentary control.*

It is your responsibility to:



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



Pay all fees and charges related to your DC-i in full and on time payment stipulated in the contract.



Contact us **immediately** if you are unable to pay your obligation.

You have to pay the following fees and charges:

Commission*		Courier and postage	Actual cost (rounded upwards to nearest RM).
• Local bill (denominated in RM)	• 0.1% flat on invoice value Minimum: RM50 Maximum: RM500	SWIFT	RM30 per messages/advises/enquiries.
• Foreign bill (denominated in foreign currency)	• 0.1% flat on invoice value Minimum: RM50 Maximum: RM100	Stamp Duty	RM10
	*Commission to be collected upon settlement.	Holding fee (where applicable)	RM10 per bill, per month To be charged after two (2) months (60 days) grace period.
Commission in lieu for Exchange (for handling documents in case where exchange does not accrued to the Bank, where applicable)	Actual cost charged by the service provider (rounded upwards to the nearest RM).	Tracers via SWIFT (where applicable)	RM30 per message
		RENTAS	RM5 per transaction

Note:

- 1) All commission and charges paid are non-refundable.
- 2) For OBC-i upon receipt of request from Drawer, holding of the documents will be at Bank's discretion and to be charged accordingly.
- 3) Fees and charges are subject to Sales and Services Tax (if any) or any other tax as prescribed by the Government.

3. Know Your Risks

What happens if you ignore your obligations?

1. As there is no financing involved at the collection stage, the Bank is merely acting as an 'agent' for your business/ company. Your ultimate obligation is towards your supplier/ buyer and ensuring that the trade transaction is completed successfully. However, if your company/ business has problems in meeting this obligation with your buyer/ supplier, please contact the Bank early to discuss possible financing options.
2. The Bank **reserves the right to take legal action** against you and/or guarantor (if applicable).
3. Your **credit score** may be affected, making it more difficult or expensive for you to obtain financing in the future.

4. Other Key Terms

1. It is important to inform the Bank of any changes in your contact details to ensure that all correspondence reaches you in a timely manner.
2. No guarantor or collateral is required for this facility.

If you have any questions or require assistance on your trade financing, you can:



Call
1-300-88-2476



Visit
[https://www.agrobank.com.my/
product/documentary-
collection/](https://www.agrobank.com.my/product/documentary-collection/)



Email
customer@agrobank.com.my



Scan the QR
code above

Customer's Acknowledgment*

Ensure you complete this section yourself and understand what you are signing.



I acknowledge that Agrobank has provided me with a copy of the PDS.



I have read and understood the key information contained in this PDS.

Name:

Date:

*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.