

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 **Bank Guarantee-i** (BG-i)?

BG-i refers to a written undertaking/guarantee issued by the Bank at the request of the customer (applicant) to a third party (beneficiary) to guarantee an obligation of the customer.

This guarantee is the Bank's obligation to guarantee the payment of a specified sum of money to a third party in the event that the customer (applicant) fails to pay his debt or breaches the terms of the agreed contract.

Applicable Shariah concept

Kafalah Bil Ujrah

Kafalah Bil Ujrah means guarantee with fee. This concept requires the guarantor to directly indemnify the party on whose behalf the guarantee is issued (the customer) and the party benefiting the guarantee (beneficiary). Guarantor must also be aware of the guaranteed goods and services in the *Kafalah* contract to ensure that it does not conflict with shariah, facilitate returning right process as a beneficiary in the event of claim, for example, the guaranteed value of debt and so on.

2. Know Your Obligations

For this business financing, **as an illustration:**

- Your guarantee value: **RM1,000,000.00**
- Your guarantee period: **350 days**
- Commission rate: **1.25% p.a.**

In total you will pay RM11,986.20 as a commission fee for guarantee period of 350 days.

Note:

For BG-i:

a) Eligibility criteria

- Open to all individuals/ non-individuals whether incorporated or not.
- Other criteria in accordance with the Bank's current policy.

b) Guarantee period: In accordance to the underlying contract.

It is your responsibility to:



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



Pay your financing obligation timely and in full according to the financing tenure. Speak to us if you wish to settle your financing earlier.



Contact us immediately if you are unable to pay your financing.

You have to pay the following fees and charges:

- **Stamp duty:** As per the Stamp Act 1949.
- **Amendment (if any):** The commission is charged only from the date of the amendment until the expiration date of the new and / or additional amount.
- **Post/Courier/Transfer:** A minimum of RM10 or the actual cost, depending on the payment method used.
- **Other Charges:** Replacement of the missing Bank Guarantee-i (if any).
- **Legal & Disbursement fees:** Including legal fees for facility documentation, charge registration, land search, bankruptcy search, winding-up search, and any other relevant charges (if applicable).
- **Takaful Contributions:** Depending on the amount of coverage taken for the Facility.

Note: 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. The Bank **reserves the right to** deduct funds from your savings account with us to offset your outstanding payment or business financing balance.
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. If you fail to discharge your contractual obligations under the contract, the beneficiary is entitled to make a claim against the Bank Guarantee-*i* issued to them.
2. It is important to inform us of any changes in your contact details to ensure that all correspondence reaches you in a timely manner.
3. You are encouraged to take Takaful Credit Scheme to protect the indebtedness amount under the financing. This Takaful protection plan is important to protect your outstanding financing balance throughout the financing period and / or term of coverage in the event of any unforeseen circumstances.
4. A collateral and/or a guarantor are required and subject to the Bank's current policy.

Note: The security coverage is as follows:

- i) 1: 1 Facility (i.e. the collateral placed is equal to the amount of facility)
Collateral is 100% of Bank Guarantee-*i* value in the form of cash deposit or equivalent.
- ii) Ad-hoc or Composite Facility
All types of collateral are acceptable by the Bank, including cash deposit. The security coverage shall be based on the current policies of the Bank.

**Case 1: 1 means the collateral placed is equal to the amount of the 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/bank-guarantee-i/](https://www.agrobank.com.my/product/bank-guarantee-i/)



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.

**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.*

Name:

Date: