

<p>PRODUCT DISCLOSURE SHEET This Product Disclosure Sheet (PDS) provides you with key information on your Hong Leong Auto Financing-i.</p> <p>Other customers have read this PDS and found it helpful; you should read it too.</p>	 <p>Auto Financing-i</p> <p>Date:</p>
<p>1. What is this product about</p>	
<p>Hong Leong Auto Financing-i is an Islamic Hire Purchase facility (the Facility), offered to you to part-finance the purchase of your desired vehicle. Upon acceptance, you (the Hirer) will enter into a Hire Purchase agreement with the Bank (the Owner). Profit on this facility will be charged at a fixed profit rate per annum. Once the entire amount is settled, ownership of the vehicle will be transferred to you. This product is based on Shariah Contract of Al-Ijarah Thumma Al-Bai' (AITAB). AITAB refers to leasing which ends with the sale of the asset.</p>	
<p>2. Know Your Obligations</p>	
<p>For this Auto Financing-i, as an illustration</p> <ul style="list-style-type: none"> • Your financing amount: RMxx • Your financing tenure: x years • Profit rate: x.xx% • Annual Percentage Rate: x.xx% p.a. • Your monthly instalment: RMxx <p>In total, you will pay RMxxxx at the end of x years.</p>	
<p>Fees and Charges</p> <p>Standard Fees and Charges:</p> <ol style="list-style-type: none"> 1. Stamp duty 2. Registration of Ownership Claim RM3.00 (subject to SST) <p>For the full list of fees and charges, please visit our website at www.hlbislamic.com.my/financing1 or scan here.</p> 	<p>It is your responsibility to:</p> <ul style="list-style-type: none"> ➤ Read and understand the key terms in the Terms and Conditions of Hire Purchase-i agreement before you sign it. ➤ Pay your monthly instalment timely and in full for every month. Speak to us if you wish to settle your financing earlier. ➤ Contact us immediately if you are unable to pay your monthly instalment.
<p>3. Know Your Risk</p>	
<p>a) <u>Compensation Charges (Ta'widh)</u></p> <ol style="list-style-type: none"> 1. For default payment during facility tenure = up to 1% p.a. on the overdue instalment amount; 2. For default payment causing the facility to be terminated or brought to court = up to 1% p.a. on the outstanding balance (outstanding principal plus accrued profit); 3. For default payment after expiry of facility tenure = Islamic Interbank Money Market ("IIMM") rate on the outstanding balance (outstanding principal plus accrued profit); and 4. For default payment post judgment = IIMM rate on the basic judgment sum. <p>Note:</p> <ol style="list-style-type: none"> (i) Compensation charges shall not be compounded and shall not be more than the outstanding principal. (ii) Compensation charges method and rate are subject to changes as may be prescribed by Bank Negara Malaysia. (iii) Compensation charges are computed on a daily basis from the payment due date/maturity date/judgment date. <p>b) We will repossess the vehicle if there has been:</p> <ul style="list-style-type: none"> • Two (2) consecutive defaults of payment and Fourth Schedule Notices issued on those defaults have expired; or • Failure to pay the final instalment; or • Four (4) consecutive defaults of payment by the next of kin in a case where the Hirer is deceased. <p>c) All expenses incurred during the repossession will be charged to your Auto Financing-i Fixed Rate account.</p> <p>d) We may set off any credit balance in your deposit account(s) maintained with us against any outstanding balance in this financing account. We will provide seven (7) days prior notice to you before exercising this right.</p> <p>e) You are responsible to settle any shortfall after the vehicle is sold.</p>	

- f) Legal action will be taken if you fail to respond to reminder notices.
- g) Legal action against you may affect your credit rating leading to credit being more difficult or expensive for you.

4. Other Key Terms

You will be entitled to a rebate (rebate), which is a refund of the mark-up charges for the unexpired tenure. The calculation is based on the formula stipulated in the Hire Purchase Act as follows;

$$R = TC \times \frac{n(n+1)}{N(N+1)} \text{ where,}$$

- R represents profit rebate
- TC represents the total amount of profit payable over the leasing period
- n represents the remaining leasing period expressed in months
- N represents the original leasing period expressed in months

Any payment that is more than the scheduled monthly instalment will be treated as an advance payment. Such payment does not in any way reduce the total profit payable and is not redrawable. The advance payment will be used to pay the next instalment when it becomes due, as well as any applicable fees and charges (where necessary).

Do I need any Takaful Coverage?

Yes. Takaful coverage on the vehicle is mandatory. You are required to keep the vehicle under comprehensive takaful coverage throughout the hiring period.

In the first year, the vehicle may be covered under comprehensive insurance if:

1. There is no takaful protection offered or available in the market for the vehicle;
2. Your application for takaful protection for the vehicle is rejected by all takaful operators; or
3. The insurance premium is significantly more competitive than the takaful contribution of equivalent protection.

From the second year onwards, you are encouraged to subscribe to a comprehensive takaful protection for the vehicle.

What do I need to do if there are changes to my contact details?

It is important that you inform us of any change in your contact details such as telephone number, mailing address and email address, to ensure that all correspondences reach you in a timely manner. To update your correspondence details, please visit any of our branches

5. If you have any questions or require assistance on your Auto Financing-i, you can:

 <p>Call us at:</p> <p>03 7626 8899 or email us at hlonline@hlbb.hongleong.com.my for general inquiry</p>	 <p>Visit us at:</p> <p>www.hlbislamic.com.my/AutoFin-en</p>	<p>For more information, please scan here:</p> 
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The information provided in this disclosure sheet is valid as at