

## Hong Leong Personal Financing-i Terms and Conditions [\(Versi Bahasa Malaysia\)](#)

The following Hong Leong Personal Financing-i Terms and Conditions (“**T&Cs**”) set out the terms and conditions of the Personal Financing-i/ Personal Financing-i Top Up/ Personal Financing-i Consolidation/ Personal Financing-i Consolidation Top Up (“**Facility**”) which have been provided to the Customer at the time of application of the Facility. These T&Cs shall be binding upon the Customer upon the Bank’s approval of the Facility and the Customer’s receipt of the Disbursement Notice and Payment Schedule (as defined herein). The Customer has read, understood and agreed to be bound by these T&Cs and any additions or amendments as may be made thereto by the Bank at any time and from time to time which govern the Facility with prior notice to the Customer.

### PART A – GENERAL

#### Facility Concept and Method of Financing.

This Facility is in accordance with the Shariah contract of Tawarruq and the Bank’s financing procedures. Upon approval of the Facility, the Customer will request the Bank to purchase the underlying Shariah compliant commodities acceptable to the Bank (“**Commodity**”) from such Commodity trader acceptable to the Bank and undertake to purchase the Commodity from the Bank. Pursuant to the request, the Bank will purchase the Commodity from any Commodity trader at the price equivalent to the approved facility amount (“**Facility Amount**”). Thereafter, the Bank shall sell to the Customer the Commodity at the Bank’s Selling Price which shall constitute the approved Facility Amount and the Bank’s profit on a deferred payment basis. This trading shall be evidenced via the electronic sales certificate (or any other evidence of ownership) and shall be known as “**Commodity Trading**”. Notwithstanding the above, the Bank may, under exceptional circumstances including but not limited to any operational and/or system challenges faced by the Bank, carry out the Commodity Trading after the disbursement of the Facility Amount to the Customer provided that such Commodity Trading is in accordance with Shariah principles.

Pursuant to the Letter of Agency to be executed by the Customer in Part II herein (“**Letter of Agency**”) the Bank may, as an agent for and on behalf of the Customer, sell the Asset to any third party at an agreed price equivalent to the Facility Amount on cash payment terms whereby the payment proceeds thereof shall be disbursed to the Customer in accordance to the T&Cs herein.

1. **Facility Amount.** The Facility Amount shall be the financing sum of the Facility approved by the Bank and notified the Customer in writing and/or in any manner as the Bank deems fit, which sum shall not exceed the sum applied for.
2. **Asset.**
  - (a) The Asset is in the form of Crude Palm Oil or any other Shariah compliant commodities to be traded under the Facility shall be acceptable to the parties and as approved by the Shariah Committee of the Bank;
  - (b) The trading is carried out on a commodity trading platform which facilitates Tawarruq transactions and has been approved by the Shariah Committee of the Bank;
  - (c) The Bank is the legal and/or beneficial owner of the unencumbered Asset prior to the sale of the Asset to the Customer;
  - (d) In the event the Bank requires to re-execute the Sale of the Asset (“**Sale**”), the proceeds from the earlier Sale shall first be applied towards the payment of all amounts then outstanding and due to the Bank. The Bank shall grant rebate upon the settlement of the previous Sale and the obligations under the previous Sale are deemed fulfilled.
3. **Purpose of Facility.** The Customer agrees to use the Facility solely for the purpose specified by the Customer in the Application Form and shall not be utilised for any activities which are against the principle of Shariah.

4. **Ownership Transfer.** Upon execution of this Facility by the Bank, the legal and/or beneficial title, ownership, rights, risk and interests of the Asset shall immediately be transferred to the Customer and the Bank shall immediately enable the Customer to take possession of the Asset. The parties agree that the Asset is sold on an “as is where is basis” free from all encumbrances, charges, liens and/or restraints whatsoever and without any representation or warranty in respect thereof.
5. **Profit Rate.** The profit rate applicable to the Facility as stated in the Payment Schedule, which expression shall, wherever the context so permits, include any and such other rate which the Bank may at any time or from time to time notify the Customer by written notice. The effective profit rate ranges from 16.90% p.a. to 24.87% p.a. depending on the tenure of the Facility.

6. **Agreement to Pay.**

- (a) In consideration of the Bank approved the Customer’s application for the Facility, the Customer agrees to pay the Bank punctually and without demand the Selling Price on deferred payment terms with Monthly Instalment as specified in the Bank’s Payment Schedule (“**Monthly Instalments**”) and all other monies owing or payable at such times as prescribed and at the Profit Rate specified in the Payment Schedule.

The Monthly Instalments shall be calculated in accordance with the following formula:

$$M = \frac{P + (P \times T_y \times R)}{T_m} \text{ where,}$$

- M** Represents the Monthly Instalments
- P** Represents the approved Facility Amount
- T<sub>y</sub>** Represents the approved tenure of the facility in years
- R** Represents the Profit Rate or such other rate as the Bank may from time to time prescribe
- T<sub>m</sub>** Represents the approved tenure of the Facility in months

- (b) The first Monthly Instalment shall commence on the date stated in the Bank’s Payment Schedule which is on the next day following the expiry of one (1) month from the date of full disbursement of the Facility. Subsequent Monthly Instalment shall be paid at regular successive intervals of one (1) month each until the full amount of the Selling Price and all other indebtedness thereon shall have been fully paid.
- (c) The Bank reserves the right to terminate the Facility and demand full payment of the aggregate of the remaining unpaid Monthly Instalments, compensation charges, costs, fees and all other sums due and payable under the Facility at the Bank’s absolute discretion upon the occurrence of an Event of Default.

7. **Compensation Charges (Ta’widh)**

It is expressly agreed by both parties that the Bank shall be entitled to impose on the Customer compensation (ta’widh) charges on the amount of actual loss incurred by the Bank as a direct result of delay in payment or default by the Customer based on the following mechanisms:

- (a) During Facility Tenure
- (i) for default of any payments during the tenure of the Facility, at the compensation rate of one per centum (1%) per annum or such other rates approved by Bank Negara Malaysia (“**BNM**”) on the overdue scheduled payment, calculated from the date immediately following the date of such default until the date of receipt of payment in full;
- (ii) for default causing the Facility to be terminated or brought to court for judgment prior to the expiry of the tenure of the Facility, at the compensation rate of one per centum (1%) per annum

or such other rates approved by BNM on the outstanding balance (outstanding principal and accrued profit);

- (b) After expiry or maturity of Facility tenure for default of any payment exceeding the tenure of the Facility, at such rate which shall not be more than the BNM's prevailing daily overnight Islamic Interbank Money Market ("**IIMM**") rate or such other rates approved by BNM on the outstanding balance (outstanding principal and accrued profit) of the Facility subject to any rebate (Ibra') that may be applicable, calculated from the date immediately following the expiry of the tenure of the Facility until date of receipt of payment in full.
- (c) Post Judgment for default of payment of Facility where judgment amount has been awarded by the court, at such rate which shall not be more than the BNM's prevailing daily overnight IIMM rate or such other rates approved by BNM on the basic judgment sum of the Facility subject to any rebate (Ibra') that may be applicable, calculated from the date the judgment is made until the judgment sum is fully settled.

The compensation amount shall not be compounded and the reference rate for the actual loss shall be determined at the point of default, computed on a daily basis from the payment due date.

**Illustration: Overdue for 30 days**

Monthly Instalment Amount	RM2,500
Instalment Due Date	1/12/2025
Instalment Payment Date	31/12/2025
Ta'widh Rate	1%

$$\begin{aligned} \text{Ta'widh Amount} &= \frac{\text{Overdue Instalment} \times \text{Ta'widh Rate} \times \text{No of Days Overdue}}{365 \text{ days}} \\ &= \frac{2,500 \times 1\% \times 30}{365} = \text{RM2.05} \end{aligned}$$

- 8. Variation of Profit Rate.** The Bank reserves the right to vary the Profit Rate and the compensation charges at any time and from time to time with prior notice to the Customer. The Bank's notice of variation may take any form, and may be given via:
- (a) periodic statement issued by the Bank;
  - (b) advertisements in a daily national newspaper addressed to the public generally;
  - (c) notices posted at the Bank's branches;
  - (d) notices posted at the Bank's website, through the Bank's online/mobile banking channels ("**HLB Connect**") or any other electronic means.

The variation shall take effect from the date specified in the Bank's notice and the decision of the Bank as to the variation in the above said rates and the date from which such variation shall take effect shall be final and conclusive.

- 9. Payment Schedule.** This means the schedule of payment specifying details of the Facility approved, including the approved Facility Amount, Monthly Instalments, Profit Rate, payment due dates and tenure of the Facility.
- 10. Government Taxes and/or Statutory/Regulatory Imposed Charges, Fees etc.**
- (a) For the purpose of this Clause:  
**"Tax"** means any present or future, direct or indirect, Malaysian or foreign tax, levy, impos, duty, charge, fee, deduction or withholding of any nature, that is imposed by any Appropriate Authority, including, without limitation, any consumption tax and other taxes by whatever name called and

any interest, fines or penalties in respect thereof. “**Appropriate Authority**” means any government or taxing authority.

- (b) All fees, charges and all other monies to be paid by Customer to the Bank under these T&Cs including any amount representing reimbursements to be paid by Customer to the Bank, are exclusive of any Tax, and shall be paid without any set-off, restriction or condition and without any deduction for or on account of any counterclaim or any deduction or withholding.
- (c) If the Customer is required to deduct any Tax from a payment to the Bank under these T&Cs, the Customer must increase the amount payable so that the Bank receives the amount the Bank would have received if no Tax deduction had been required. If the Bank is required to deduct any Tax from a payment to the Customer, the Bank does not have to increase the amount payable.
- (d) Customer shall in addition to the fees, charges and/or all other monies payable, pay to the Bank all applicable Tax at the relevant prevailing rate and/or such amount as is determined by the Bank to cover any Tax payments/liabilities/obligations in connection therewith, without any set-off, restriction or condition and without any deduction for or on account of any counterclaim or any deduction or withholding, apart from any Taxes which may be required under any laws to be paid by the Customer directly to any Appropriate Authority, which the Customer shall remit directly to the Appropriate Authority.
- (e) If at any time an adjustment is made or required to be made between the Bank and the relevant taxing authority on account of any amount paid as Tax as a consequence of any supply made or deemed to be made or other matter in connection with these T&Cs by the Bank, a corresponding adjustment may at the Bank’s discretion be made as between the Bank and Customer and in such event, any payment necessary to give effect to the adjustment shall be made.
- (f) All Tax as shall be payable by the Customer to the Bank as herein provided shall be paid at such times and in such manner as shall be requested by the Bank.
- (g) Customer hereby agrees to do all things reasonably requested by the Bank to assist the Bank in complying with its obligations under any applicable legislation under which any Tax is imposed. In the event a new Tax is introduced and such Tax is required to be charged on the transaction contemplated in these T&Cs, the Customer agrees to provide its fullest cooperation to the Bank in assisting the Bank in complying with its obligations under the relevant laws.
- (h) For the avoidance of doubt, the parties agree that any sum payable or amount to be used in the calculation of a sum payable expressed elsewhere in these T&Cs has been determined without regard to and does not include amounts to be added on under this clause on account of Tax.

**11. Early Settlement.** The Customer may at any time effect early settlement of the Facility in full by giving three (3) months’ prior written notice to the Bank.

**12. Rebate.** A rebate (ibra’) for early settlement on the remaining profit to be charged will be granted to the Customer over the unexpired period commencing after the three (3) months’ notice period. The rebate shall be calculated in accordance with the following formula\*:

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

- R** Rebate
- n** Remaining numbers of instalment
- N** Financing Tenure (in months)
- P** Profit Payable for the whole Financing Terms

An illustration of how the Rebate is calculated for a sixty (60) months financing (5 years) with a principal amount of RM50,000 and profit rate of 12.5% per annum, but with early settlement after twenty (20) months (whereby early settlement notice is served on the Bank before the next Monthly Instalment due date), is provided below:

$$\begin{aligned} N &= 60 \\ n &= 60 - 20 \\ P &= 50,000 \times 12.5 / 100 \times 5 = 31,250 \\ R &= \frac{40 (40+1) \times 31,250}{60 (60+1)} = \text{RM}14,002.70 \end{aligned}$$

Note:

\*The Rebate will be calculated based on the "Rule of 78" or "Sum of Digits" whereby the method of calculation of the proportion of principal and profit payable for the entire Facility assumes that the profit forms a larger percentage of the monthly instalments during the early stage of the financing. The Customer shall pay all Monthly Instalments payable over the unexpired period subject to the Rebate. Rebate shall be granted to all Customers who settle their financing before the end of the financing tenure. Settlement prior to the end of the financing tenure by the Customer shall include, but is not limited to the following situations:

- (a) Customers who make an early settlement or early redemption, including those arising from prepayments;
- (b) Settlement of this Facility due to financing restructuring exercise;
- (c) Settlement by Customers in the case of default;
- (d) Settlement by Customers in the event of termination or cancellation of this Facility before the maturity date; and
- (e) The rebate shall only be deemed granted upon receipt of the settlement/redemption sum as determined by the Bank.

**13. Variation of Instalments.** The Bank reserves the right to vary the number and/or amount of instalments at any time with notice to the Customer in writing.

**14. Events of Default.** The Selling Price, compensation charges and all other monies for the time being owing or remaining unpaid by the Customer under these T&Cs and any other agreements which shall become due and immediately payable by the Customer to the Bank and the Bank shall be entitled to recover the same at the applicable Compensation Charges specified above together with any costs and fees due on the part of the Customer upon the happening of any of the following events:

- (a) if the Customer fails to pay any monies due and payable to the Bank;
- (b) if the Customer defaults or fails to perform or in breach of any of its undertakings, agreements or any of the T&Cs herein;
- (c) if the Customer commits an act of bankruptcy or enters into any composition or arrangement with or for the benefit of its creditors;
- (d) if any distress or execution is levied or enforced upon any of the Customer's property;
- (e) if the Customer serves any custodial sentence, becomes insane or dies;
- (f) if there shall be any material change in the financial condition of the Customer which in the Bank's reasonable opinion is likely to prejudice the Customer's ability to fulfil its obligation under the Facility and compensation charges thereon;
- (g) any representation or statement made by the Customer is materially incorrect or not complied with;
- (h) if a change in applicable law or regulation makes it impossible or unlawful for the Bank to continue its making available the Facility to the Customer; or
- (i) if any event or events has/have occurred or a situation exists which could or might prejudice the Customer's performance of the terms of these T&Cs.

**15. Cancellation.** The Bank is entitled to review, cancel, withdraw, suspend or terminate the Facility approved or disbursed by providing seven (7) days' notice to the Customer where the circumstances affecting the Customer which in the reasonable opinion of the Bank has an adverse impact on the Customer or the Bank.

- 16. Review.** The Bank reserves the right to review the Facility at any time and from time to time irrespective of whether or not an event of default has occurred. Upon such review, subject to compliance with Shariah principles, the Bank shall be entitled to vary the T&Cs of the Facility or to withdraw, cancel, suspend or terminate the Facility or any part thereof by providing seven (7) days' notice to the Customer. In such event, the Customer agrees to immediately accept such decision and pay the Bank the indebtedness then due and outstanding under the Facility. The Customer agrees that the Bank has no further obligation either at law or in equity to make or continue to make available the Facility to the Customer. Notwithstanding anything contained in these T&Cs, the Facility, any compensation charges, costs and fees due shall be payable by the Customer on demand by the Bank.
- 17. Assignment.** The Bank shall be entitled to assign and/or transfer the whole or any part of the Bank's rights or obligations under these T&Cs at any time with notice to the Customer.
- 18. Notices and Legal Process.** All notices and communications to be given by the Bank herein including any demand for payment of the monies due, outstanding and remaining unpaid by the Customer shall be in writing and may be given to the Customer at the Customer's address, facsimile numbers or electronically (including electronic mail ("**email**") and short messaging system ("**SMS**") as stated in the Customer's application for the Facility and/or last appearing in the Bank's records. The notices may be given or made by post, facsimile, electronically (including email and SMS), personal delivery, general notice by way of advertisement at the Bank's branches, the Bank's website or through HLB Connect or such other electronic means as may be determined by the Bank.

The notices or other communication are given to the Customer:

- (a) in the case of registered or ordinary post, five (5) days after the date of posting;
- (b) in the case of facsimile, on the day of transmission;
- (c) in the case of e-mail and/or SMS and/or any type of electronic means, on the day of transmission;
- (d) in the case of personal delivery, at the time of delivery; and
- (e) in the case of notice issued by way of advertisement, on the date of advertisement.

It is the Customer's responsibility to ensure the Bank is informed of the Customer's latest address and other contact details. Service of any court process shall be affected by leaving or sending the same to the usual or last known place of residence or business or at the Customer's address as stated in the Customer's application for the Facility or may be affected by any other manner permitted by law.

**19. Connected Party**

To enable the Bank to comply with the Islamic Financial Services Act 2013 ("**IFSA**") and BNM Guidelines on Credit Transactions & Exposures with Connected Parties for Islamic Banks ("**Guidelines**"), the Customer shall declare to the Bank whether the Customer is a Connected Party under the Guidelines, which includes but is not limited to, a spouse, child, parent or financial dependant of the Bank's Director, Executive Officer or credit-approving/appraising/reviewing officer or in the case of a corporate/business customers, includes an entity controlled by such abovementioned Bank's persons. If at any time the Customer becomes a Connected Party, the Customer must notify the Bank in writing immediately. The Bank reserves the right to terminate the Facility in the event the Customer fails to make the appropriate or correct declaration, resulting in the Bank contravening the IFSA or the said Guidelines.

**20. Right to Disclose Information.** In addition to the permitted disclosures provided under Schedule 11 of the IFSA, the Customer irrevocably authorises and permits the Bank, its officers and employees to disclose and furnish all information concerning the Facility, these T&Cs, present and future accounts of the Customer and any other matters relating to the Customer or its business and operations to:

- (a) other financial institutions granting or intending to grant any financing or credit facilities to the Customer, the Credit Bureau or any other central credit bureau established by BNM, Cagamas Berhad, Credit Guarantee Corporation, any other relevant authority as may be authorised by law to obtain such information or such authorities/agencies established by BNM or any agency

established by the Association of Islamic Banking and Financial Institutions Malaysia or Association of Banks in Malaysia;

- (b) any current or future corporation which may be associated with or related to the Bank and Hong Leong Bank Berhad (as defined in the Companies Act 2016), including representative and branch offices and their respective representatives as well as subsidiaries of the Bank's holding company and/or Hong Leong Bank Berhad's holding company;
- (c) the Security Parties or any party intending to provide security in respect of the Facility;
- (d) the Bank's auditors, solicitors and/or other agents in connection with the recovery of moneys due and payable hereunder; and
- (e) the Bank's professional advisers, service providers, nominees, agents, contractors or third party service providers who are involved in the provision of products and services to or by the Bank and its related or associated companies.

The Customer hereby irrevocably consents to such disclosure and confirms that the Bank, its officers and employees shall be under no liability for furnishing such information or for the consequences of any reliance which may be placed on the information so furnished in accordance with these T&Cs.

- 21. Representation and Warranty on Processing of Personal Information.** The Customer hereby represents and warrants that the Customer has obtained the consent of all persons named in the Customer's application for the Facility or such other document submitted to the Bank in support of such application and/or their authorised representatives, including but not limited to the Customer's directors, shareholders, authorised signatories or such other persons as specified by the Bank ("**Relevant Data Subjects**"), for the Bank's collection, holding and use of the personal information of the Relevant Data Subjects in accordance with the Bank's Privacy Notice as may be amended from time to time.
- 22. Consent to Process Personal Information.** The Customer hereby agrees and consents to the holding, collection and use of all personal data provided to the Bank by the Customer and/or acquired by the Bank from the public domain, as well as personal data that arises as a result of the provision of services to the Customer in connection with the Facility in accordance with the Privacy Notice of the Bank as may be amended from time to time. "**Privacy Notice**" shall mean the Bank's policies and principles pertaining to the collection, use and storage of personal information of existing and prospective individuals and entities dealing with the Bank as may be amended from time to time and made available at the Bank's website respectively or in such manner as the Bank deems appropriate from time to time.
- 23. Waiver and Indulgence.** The T&Cs herein may be waived by the Bank in whole or in part with or without conditions with notice to the Customer without prejudicing the rights of the Bank. Any failure by the Bank to enforce any of the provisions hereunder or any forbearance delay or indulgence granted by the Bank to the Customer shall not mean that the Bank has waived any of the Bank's rights hereunder.
- 24. No Set-Off or Counterclaim by the Customer.** The Customer shall not be entitled to deduct or set-off or counterclaim any amount which is owed or said to be owed by the Bank to the Customer from any amount due from the Customer under the Facility. The Customer agrees that nothing in the arrangements between the Bank and the Customer and/or any other party shall prejudice or be treated as constituting an implied agreement restricting or negating any lien, charge, pledge, right of set-off or other right to which the Bank is at any time otherwise entitled (whether by operation of law, contract or otherwise).
- 25. Set-Off/Consolidation of Account.**
  - (a) The Bank has the right to set off any credit balance in all or any of the Customer's accounts against any liabilities or outstanding balance due and owing by the Customer presently and/or in the future which shall include joint liabilities of the Customer ("Outstanding Amounts"), by giving the Customer at least seven (7) calendar days' prior notice. The Bank may also concurrently earmark

the available funds in the Customer's accounts against the Outstanding Amount with notice to the Customer.

- (b) In the event that the currency of the credit balance in all or any of the Customer's accounts differs from the currency of the Outstanding Amounts, the Bank is entitled to effect any necessary currency conversions at the Bank's prevailing exchange rate.

**26. Right of Appropriation.**

- (a) In the event the Customer fails to punctually pay all monies due to the Bank, the Bank shall be entitled to apply any payments of monies or any part thereof towards the settlement of any sums, arrears, Monthly Instalment payable and other outstanding charges due hereunder.
- (b) Any surplus shall be treated as excess payment for that particular account ("**Excess Payment**"). Any Excess Payment shall not be applied towards the reduction of profit or principal outstanding.
- (c) The Bank is not obliged to utilise the Excess Payment to set off against any other monies due in any Customer's account with the Bank.
- (d) If any amount received or recovered in respect of the Customer's liabilities hereunder is less than the amount due and payable, the Bank shall apply the amount in such proportions and order or priority in such manner as the Bank may determine.

**27. Appointment of Agent.** The Bank shall have the right, at its sole discretion, to appoint an agent of its choice to collect all and any sums due to the Bank from the Customer under these T&Cs by providing seven (7) days' notice to the Customer.

**28. Telephone Monitoring and Recording.** Subject to applicable laws, the Bank may record and the Customer consents to the Bank recording all telephone conversations made with the Customer for purposes which may include sales, training, investigation purposes etc. The Customer agrees that:

- (a) all telephone recordings shall be the property of the Bank;
- (b) the Bank shall be entitled to use such recordings as evidence in any disputes.

**29. Representations and Warranties.** The Customer hereby represents and warrants to the Bank that:

- (a) the Customer has the capacity to execute, deliver and perform the T&Cs herein;
- (b) these T&Cs constitute legal, valid and binding obligations enforceable against the Customer;
- (c) all acts, conditions, things, permissions, consents, authorisations, approvals, licences and exemptions which are required to be done, executed, delivered, fulfilled, performed or obtained to enable the Customer to lawfully enter into and exercise and perform the Customer's rights and obligations hereunder and under any related documents executed by the Customer, have been done, executed, delivered, fulfilled, performed or obtained and are in full force and effect;
- (d) the Customer's acceptance and performance of the Customer's obligations under these T&Cs, any law, regulation, order or decree of any governmental authority, body, agency, and court to which the Customer is subject;
- (e) the information furnished by the Customer to the Bank in connection with these T&Cs and the Facility is accurate, correct, true and complete and there has been no omission whatsoever which would render the said information inaccurate, incorrect, erroneous, misstated, untrue, incomplete or misleading in any respect. The Customer shall promptly notify the Bank in writing if the said information shall cease to be so and/or of any change thereto;
- (f) the Customer is not in default under any agreement to which the Customer is a party or by which the Customer may be bound; and
- (g) the Customer is not an undischarged bankrupt and no bankruptcy proceedings, legal action, litigation, arbitration, administrative, civil or criminal proceedings are presently current, pending or threatened against the Customer which will affect the ability of the Customer to meet the Customer's obligations under these T&Cs.

**30. Suspense Account.** The Bank may place any monies received or recovered from the Customer into a separate non-profit bearing account ("**Suspense Account**") towards payment of any monies due and payable by the Customer to the Bank ("**Indebtedness**") and for the purposes of preserving the

Customer's liability in legal proceedings or to prove in the Customer's bankruptcy or winding up. Despite such payment, in the event of the Customer's insolvency, the Bank may prove for and agree to accept any dividend or composition in respect of the whole or any part of such Indebtedness. Until the Indebtedness has been fully paid to the Bank, the Bank is entitled to treat such monies or dividends received or recovered as if they had not been made. Upon full payment of the Indebtedness, any excess monies remaining with the Bank in the Suspense Account shall be returned to the Customer or the Customer's legal representatives, as may be applicable.

31. **Successors.** These T&Cs shall be binding upon the heirs, liquidators, receivers, representatives, permitted assigns and successors-in-title of the Customer and enforceable by the successors-in-title and assigns of the Bank.
32. **Indemnity.** The Customer agrees to indemnify and keep harmless and indemnified the Bank from and against all actions, claims, demands, proceedings, losses, damages, costs, charges and expenses whatsoever which the Bank may incur or sustain in connection with or arising out of the Customer's breach of any of the T&Cs of the Facility.
33. **Events Beyond the Bank's Control.** Notwithstanding any other provisions herein, in the event the Bank is unable to perform any operations or to provide any services due to any reason beyond the Bank's control including but not limited to fire, flood, riots, act of God, any failure or disruption to telecommunications, electricity, water, fuel supply or any factor in nature of unforeseen circumstances beyond the Bank's control, the Bank shall not in any way be liable for any inconvenience, loss, injury, damages suffered or incurred by the Customer arising from the same.
34. **Severability.** Any term, condition, stipulation, provision, covenant or undertaking in these T&Cs or any part which is illegal, void, prohibited or unenforceable in any jurisdiction shall as to such jurisdiction be ineffective to the extent of such illegality, voidness, prohibition or unenforceability without invalidating the remaining provisions or parts of these T&Cs and any such illegality, voidness, prohibition or unenforceability in any jurisdiction shall not invalidate or render illegal, void or unenforceable any other term, condition, stipulation, provision, covenant or undertaking in any other jurisdiction.
35. **Cross Default.** The Bank reserves the right to proceed with legal proceedings against the Customer or to terminate the Facility and demand for all monies payable to the Bank under these T&Cs or withhold or withdraw the Facility if there is a default in the payment of any monies due by the Customer hereunder or under any other account with the Bank or with any other financial institution or if there is a default in the payment of any monies under the accounts of any other party of which the Customer is a guarantor or when the Customer becomes insane or dies.
36. **Statement by Bank.**
  - (a) The Customer agrees that a statement of account signed by the manager or duly authorised officer/agent of the Bank, in the absence of any obvious error on the face of the statement or fraud by the Bank, shall be binding and conclusive proof of the indebtedness evidence of the amount due under the Facility in a court of Law.
  - (b) Any disputes/discrepancies in the statement of account shall be raised by the Customer to the Bank within fourteen (14) days from the date of the statement, failing which, the statement would be deemed correct.
37. **Fees and Expenses.**
  - (a) Stamp duty of 0.5% of the financing amount applies for each Facility granted, subject to adjudication process by the Stamp Office in respect of the stamp duty payable for each Facility.
  - (b) The Customer shall pay the Bank all stamp duties, fees, costs, charges and expenses (including legal fees on a solicitor and client basis) incurred by the Bank in connection with these T&Cs and/or the enforcement of, or preservation of any rights of the Bank in connection with the Facility.

- 38. Instructions via Telephone or Facsimile Transmission or Electronic or Digital Means.** The Bank is hereby requested and authorised by the Customer, to rely upon and act in accordance with any instructions, confirmation and/or other communication by the Customer ("**Instructions**"), whether oral or written, and whether given by the telephone, facsimile transmission or electronic or digital means given by the Customer and/or a person authorised by the Customer. The Bank shall be entitled to rely and act on those Instructions accordingly once the necessary verification of the said Instructions is performed on the Bank's part. The Bank shall not be held liable or responsible for any loss, damages or costs (including legal costs) which may be incurred or sustained by the Customer directly or indirectly arising from the giving of the Instructions, any non-transmission of the Instructions and/or any errors in the transmission of the Instructions hereunder.
- 39. Illegality.** If the Bank determines that the introduction or variation of any law, regulation or official derivative (whether or not having the force of law) or any change in the interpretation or application thereof makes it unlawful for the Bank to maintain, fund or give effect to its obligations hereunder, the Bank shall forthwith give notice of such determination to the Customer whereupon the Facility to such extent shall be cancelled and the Customer will forthwith upon notice from the Bank pay all monies agreed to be paid by the Customer hereunder including any cost and fees due. The determination shall take effect from the date specified in the Bank's notice and the decision of the Bank as to the date from which such determination shall take effect shall be final and conclusive.
- 40. Continuing Security.** The liabilities and/or obligations of the Customer under this Facility shall continue to be valid and binding for all purposes whatsoever notwithstanding any change whether by reason of bankruptcy, death, insanity or otherwise howsoever of the Customer and/or any change by amalgamation, reconstruction or otherwise which may be made in the constitution of the Bank.
- 41. Amendment.** These T&Cs and the availability, limits, profit rates, fees and charges of the Facility are subject to guidelines from BNM and/or any other relevant authority. Subject to the provision of Shariah, the Bank reserves the right to vary, add, delete or amend the T&Cs herein at its discretion by providing twenty-one (21) days' notice to the Customer.
- 42. Single Agreement.** The relevant application for the Facility by the Customer, where the Payment Schedule, the Disbursement Notice and all other agreements and documents issued by the Bank in connection with the Facility as well as any Instructions from the Customer shall form and be construed as a single agreement between the Bank and the Customer.
- 43. Governing Law.** The T&Cs contained herein shall be governed by and construed in accordance with the laws of Malaysia. The Customer hereby agrees to submit to the non-exclusive jurisdiction of the courts of Malaysia. In the event of a dispute or difference of opinion whatsoever in respect of, relating to, or in connection with Shariah, the parties shall refer the matter to the Shariah Advisory Council of BNM and such ruling shall be binding and conclusive.
- 44. Time.** Time wherever mentioned shall be of the essence.
- 45. Interpretation.** Words importing the singular shall include plural number and vice versa and those importing the masculine gender shall include the feminine and neuter gender and vice versa.

## PART B - ADDITIONAL TERMS AND CONDITIONS FOR HONG LEONG PERSONAL FINANCING-i CONSOLIDATION (“PFiC”)

The additional T&Cs for Hong Leong Personal Financing-i Consolidation supplement and form part of the T&Cs. In the event of any conflict or discrepancy between the terms contained in this Part B of the T&Cs and Part A of the T&Cs, the specific terms in Part B herein shall prevail to the extent of such conflict or discrepancy.

1. If approved, the Customer is granted the PFiC for the purpose of full settlement of the outstanding personal loan/financing, credit card/credit card-i balances (“**Debt Consolidation**”) as specified by the Customer in the application for the Facility.
2. The effective profit rate on the PFiC shall be a maximum of two percent (2%) lower than the consolidated effective profit rate on the consolidated effective profit/interest charges of the Customer’s existing outstanding personal loan, personal financing and credit card/credit card-i facilities.
3. The Customer must provide the latest financing statement, loan statement or redemption statement or financing/loan summary for the Customer’s existing personal financing, personal loan and the latest credit card/credit card-i monthly or annual statements to show the current outstanding balances and the finance charges or interest/profit rates for the said credit/financing facilities from their current financial institutions and to enable the Bank to compute the effective Profit Rate for the PFiC. In the event the Customer fails to produce any of the required documents above, the Bank shall use the finance charge/profit rate of 17.00% p.a. for credit card/credit card-i and an effective Profit Rate of 13.87% p.a. for personal financing/personal loan as the benchmark to calculate the rate charges savings of 2.00% p.a.
4. The Profit Rate shall remain unchanged in the event the approved Facility Amount is less than the amount applied for by the Customer or is insufficient to meet fully settle all outstanding personal loans, personal financing and credit card/credit card-i balances as applied for and specified in the Customer’s application.
5. In the case of Extra Cash-Out Facility, whereby an additional amount is approved for disbursement into the Customer’s account as specified in the application for the Facility:
  - (a) the maximum amount granted is capped at 100% of the total outstanding credit card/ credit card-i and personal loan/ financing balance specified in the Customer’s application.  
For example:
    - i. Total credit card/ credit card-i and Personal Loan/Personal Financing facilities: RM38,000
    - ii. Cash-out application request: RM38,000 (100% capping)
    - iii. Total PFiC Amount that may be granted: RM76,000
  - (b) the Profit Rate for the Extra Cash-Out amount granted shall be the same as that applicable to the debt consolidation approved by the Bank.
6. The Bank reserves the right to reject any non-eligible applicants at its sole and absolute discretion from participating in PFiC.
7. Under the PFiC, the Customer shall be liable and responsible for the settlement of all fees, charges and/or penalties imposed in connection with the Customer’s Debt Consolidation that may be imposed by the respective financial institutions which granted the respective credit/financing facilities to the Customer.
8. In the event excess settlement payment has been made for the Debt Consolidation, the Customer shall be solely responsible for requesting a refund of the excess payment from his/her respective financial institution without recourse to the Bank.