

IMPORTANT/DISCLAIMER

THIS IS AN INVESTMENT ACCOUNT PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING / ALLOCATED ASSETS AND IS NOT A DEPOSIT PRODUCT.

PRODUCT DISCLOSURE SHEET ([Versi Bahasa Malaysia](#))

Kindly read and understand this Product Disclosure Sheet (PDS) before you apply and decide to take up the HLB Meezani Account-i. Be sure to also read the Terms and Conditions for HLB Meezani Account-i.

Please do not hesitate to contact Hong Leong Islamic Bank ("the Bank") for any clarification, if required.

**PRODUCT NAME:
HLB MEEZANI ACCOUNT-i**

Applicable from 29 July 2025 onwards

BRIEF INFORMATION ON THE PRODUCT

1. What is this product about?

Applicable Shariah Contract	<ul style="list-style-type: none"> HLB Meezani Account-i is a daily investment account based on a profit-sharing contract known as the <i>Mudarabah</i> contract. Under the <i>Mudarabah</i> contract, profits will be shared between the Customer, who is also known as Investment Account Holder ("IAH") as Capital Providers (<i>Rabbul Mal</i>) and Hong Leong Islamic Bank Berhad ("the Bank") as Entrepreneur (<i>Mudarib</i>) according to a mutually agreed Profit-Sharing Ratio ("PSR"). Financial losses will be borne entirely by the IAH provided that such losses are not due to the Bank's misconduct, negligence, or breach of specified terms. HLB Meezani Account-i provides an opportunity for IAH to earn rewards on a periodic basis, based on <i>Hibah</i>. <i>Hibah</i> refers to a transfer of ownership of an asset from a donor to a recipient without any consideration.
Type of Product	The product is classified as an Unrestricted Investment Account (UA). UA refers to a type of investment account where the IAH, allows the Bank to make ultimate investment decisions without specifying any restrictions and/or conditions.
Parties Involved	The parties involved will be the IAH (i.e., the capital provider) and the Bank (i.e., the entrepreneur). The Bank, acting as the fund manager, will invest in the interest of the IAH. Under this product, the IAH will not be involved in investment activities.

PRODUCT SUITABILITY

2. Who is this product suitable for?

Type of Customer	Individuals (Resident)
Investment Objective	Aims to generate stable and consistent returns through low-risk investment.
Investment Risk	This investment is tied to the performance of the underlying assets, and the principal and returns are not guaranteed by the Bank.
Investment Holding Period	None.

KEY PRODUCT FEATURES

3. What am I investing in?

Investment Strategy	The fund will be invested in a selection of high-quality, Shariah-compliant financing assets within HLISB.																						
Investment Amount	<table border="1" style="width: 100%;"> <tr> <td style="width: 50%;">Minimum Initial Investment</td> <td>Ringgit Malaysia One Hundred (RM100)</td> </tr> <tr> <td>Minimum Balance</td> <td>Ringgit Malaysia Fifty (RM50)</td> </tr> </table>	Minimum Initial Investment	Ringgit Malaysia One Hundred (RM100)	Minimum Balance	Ringgit Malaysia Fifty (RM50)																		
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Investment Tenure	The product has no maturity period and has similar operational features to current/savings accounts whereby customers will be able to deposit and withdraw funds at any time via over-the-counter, Automated Teller Machine (“ATM”), Cash Deposit Machine (“CDM”) and internet banking.																						
Coverage by PIDM	This product is NOT protected by Perbadanan Insurans Deposit Malaysia (PIDM).																						
Indicative Profit Rate	To be declared and published on the website on a monthly basis.																						
Profit Sharing Ratio (PSR)	Any profit gained from the HLB Meezani Account-i is shared between IAH and the Bank according to a mutually agreed PSR as set out in the Bank’s website at www.hlbislamic.com.my																						
Profit Payment Method & Frequency	Profit payment is calculated daily and credited into IAH’s HLB Meezani Account-i at the end of every month based on the agreed PSR.																						
Sample of Profit Calculation	<p>Sample of daily profit calculation (For illustration purpose only):</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%;">Date of placement</td> <td style="width: 25%;">01/01/2025</td> <td style="width: 25%;">Profit Sharing Ratio</td> <td style="width: 25%;">IAH:Bank 2:98</td> </tr> <tr> <td>Investment amount</td> <td>RM10,000</td> <td>Indicative Profit Rate</td> <td>0.05% p.a. (After PSR)</td> </tr> <tr> <td>Date of withdrawal</td> <td>25/01/2025</td> <td>Profit Payment Date</td> <td>01/02/2025</td> </tr> <tr> <td>Amount withdrawn</td> <td>RM3,000</td> <td></td> <td></td> </tr> </table> <p>Profit Calculation: Daily Investment Amount X Indicative Profit Rate X No. of Days/365</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">Calculation: 1st until 24th</td> <td>= 10,000 X 0.05% X 24/365 = 0.33</td> </tr> <tr> <td>Calculation: 25th until 31st</td> <td>= 7,000 X 0.05% X 7/365 = 0.07</td> </tr> <tr> <td>Profit Payable to IAH</td> <td>= RM 0.40</td> </tr> </table>	Date of placement	01/01/2025	Profit Sharing Ratio	IAH:Bank 2:98	Investment amount	RM10,000	Indicative Profit Rate	0.05% p.a. (After PSR)	Date of withdrawal	25/01/2025	Profit Payment Date	01/02/2025	Amount withdrawn	RM3,000			Calculation: 1 st until 24 th	= 10,000 X 0.05% X 24/365 = 0.33	Calculation: 25 th until 31 st	= 7,000 X 0.05% X 7/365 = 0.07	Profit Payable to IAH	= RM 0.40
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4. What are the possible outcomes of my investment?

- IAH’s returns are contingent upon the underlying investment asset’s performance and based on the PSR.
- The principal and returns of HLB Meezani Account-i are **NOT** guaranteed in the event the underlying asset incurs losses or does not perform as expected.

Historical Fund Performance

Not available at the time of initiation.

Possible Future Gain and Loss

Best Market Simulation

Date	OPR	Rate of Return
Mar 2019	3.25% p.a.	0.05% p.a.

Worst Market Simulation

Date	OPR	Rate of Return
Mar 2022	1.75% p.a.	0.04% p.a.

(For illustration purpose only)

- The Best and Worst Market scenarios are based on the last 10 years' data from BNM's highest (March 2019) and lowest (March 2022) OPR levels, which are assumed to directly impact returns through the full transfer of OPR increase/decrease to portfolio returns, assuming all other factors remain the same.

KEY RISKS

5. What are the key risks associated with this product?

(a) Risk of Capital Loss	The product carries the risk of not recovering the full original investment. To control the risk, the Bank will invest the funds in a diversified portfolio of the Bank's low risk qualified financing assets. The Bank will also use sound investment management techniques. The Bank will do portfolio rebalancing to make sure that assets that no longer comply with the fund's strategies and objectives are rebalanced. Portfolio rebalancing is the process of revising the fractions of a class of assets in a portfolio to maintain the desired level of risk.
(b) Market Risk	Market risk is the possibility for an IAH to experience losses due to factors that affect the entire financial market. This may directly or indirectly impact the performance of the underlying assets. The Bank will monitor and manage market risk exposure using the existing risk management system. This allows the Bank to manage the fund's position effectively within the approved risk framework.
(c) Liquidity Risk	Liquidity risk is the risk that the Bank may be unable to meet short-term redemption demands from IAH. Based on the historical trend of the redemption activities, the Bank will formulate the stress test and establish controls to manage the liquidity risk. Stress testing is a technique used to test the ability of the investment to withstand various possible future financial situations. Any mismatches in the amount of cash being transferred into and out of the portfolio will be analyzed and monitored under the liquidity framework as recommended by BNM. The potential loss arising from the liquidity risk for IAH is that there may be lower returns and possible capital loss.
(d) Credit Risk	This risk may arise when a great amount of the fund's assets goes into default. This will be managed by the Bank through careful selection of diversified qualified asset portfolios and close monitoring of the performance of the selected assets to ensure the investment complies with the fund's strategies and objectives.
(e) Investment Decision Risk	This risk applies if the market movement do not favor the allocation of assets to be invested in. Therefore, careful selection and strict governance will be applied by the Bank in the decision-making process.
(f) Regulatory Non-Compliance Risk	The risk of legal or regulatory sanctions, financial loss, or reputation damage that the Bank may incur as a result of its failure to comply with laws, regulations, rules, standards, and codes of conduct applicable to the offering of the product.
(g) Shariah Non-Compliance Risk	This is a risk that arises from the Bank's failure to comply with the Shariah rules and principles determined by the Bank's Shariah Committee or regulatory authorities. The Bank will monitor, with guidance from the Bank's Shariah Committee, to ensure that the investment complies with the Shariah rules and principles.

(h) Country Risk	The political and economic stability of the country may influence the growth and performance of the investment asset.
(i) Industry/Sector Risk	Every industry/sector is exposed to various risk elements. As such, diversification and careful selection of such industry/sector are critical to the Bank in managing such risk.
'You are advised to carefully consider all risk factors before making an investment decision'	

FEES AND CHARGES

6. What are the fees and charges involved?

For full list of fees and charges, please visit our website www.hlbislamic.com.my/investmentaccount-i or scan here:



VALUATIONS

7. What is the valuation strategy adopted, its frequency & where does it published?

- The Bank will perform the valuation of the underlying assets of the Fund in accordance with sound industry practice and consistent with applicable Malaysian Financial Reporting Standards ("MFRS") which will be carried out on a monthly basis.
- The fund performance report will be made available on a quarterly basis on the Bank's website at www.hlbislamic.com.my

CONTACT INFORMATION

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

It is important that you inform the Bank of any changes to your contact details at the earliest possible opportunity to ensure timely correspondence. To update your correspondence details, please contact the Bank at +603-7626 8899 or visit any of our branches nationwide. For Hong Leong Online customers, please log on to Hong Leong Connect Online Banking and select "Setting" followed by "Update Contact Info".

9. Who should I contact for further information or to lodge a complaint?

1. For any enquiries, you may contact us at:
Contact Centre: 03-7626 8899 E-mail: HLOnline@hlbb.hongleong.com.my
2. To make a complaint on products or services offered, you may contact us at:
Customer Advocacy
Level 13A Floor, Menara Hong Leong, No 6, Jalan Damansara, Bukit Damansara, 50490 Kuala Lumpur.
Phone: 03-7626 8821 / 03-7626 8802 / 03-7626 8812 E-mail: customerservice@hlbb.hongleong.com.my
3. If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or BNMLINK at 4th floor, Podium Bangunan AICB, No 10, Jalan Dato' Onn, 50480 Kuala Lumpur.
Tel: 1-300-88-5465 or 03-2174 1717 (for overseas calls) Fax: 032174 1515 Web form: bnmlink.bnm.gov.my

WARNING

THE RETURN ON THIS INVESTMENT ACCOUNT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSETS. THE PRINCIPAL AND RETURNS ARE NOT GUARANTEED AND THE INVESTMENT ACCOUNT HOLDER RISKS EARNING NO RETURNS AT ALL. THIS INVESTMENT ACCOUNT IS NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA (“PIDM”).

The information provided in this disclosure sheet is valid as at 29 July 2025