

PRODUCT DISCLOSURE SHEET



Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on **Hong Leong Commodity Murabahah Revolving Credit-i (CMRC-i) facility**.

Other customers have read this PDS and found it helpful; **you should read it too.**

Date: _____

① What is Hong Leong Commodity Murabahah Revolving Credit-i (CMRC-i)?

CMRC-i is a short-term revolving Islamic financing facility which complies with Shariah principles. Under the Facility, the actual sale price (principal plus profit), financing tenure and maturity date must be determined at the point of each disbursement/utilization. It is generally used for working capital operations and purchase of asset to support company's day-to-day operations. The Shariah contract used is Tawarruq, which refers to two sale and purchase contracts. The first involves the sale of an asset by the Bank to the Customer on a deferred basis. Subsequently, the Customer will sell the same asset to a third party to obtain cash.

② Know Your Obligations

For this financing, as an illustration only:

Facility Amount/Limit	:	RM 1,000,000.00
Disbursement Amount (Commodity Purchase Price)	:	RM 400,000.00
Tenure	:	60 days
Profit Rate	:	5.35% p.a.
Commodity Sale Price	:	RM 403,517.81
Profit Amount	:	RM 3,517.81

Sale Price which is inclusive of profit charges is fixed at point of each disbursement/utilization calculated based on prevailing Profit Rate as illustrated above.

It is your responsibility to:



Read and understand the final terms and conditions in the letter of offer and/or facility agreement before you sign it.



For every disbursement, you will have options to pay either:

- Periodic profit servicing (monthly, quarterly or half-yearly) and bullet principal payment; or
- Bullet payment of profit & principal (at maturity).

Commodity Sale Price must be fully settled on maturity.



Contact us immediately if you are unable to pay your CMRC-i and/or if you change your contact details.



Fees and Charges: For a full list of fees and charges, please visit our website at <https://www.hlbislamic.com.my/en/personal-i/help-support/fees-and-charges/bcb-i-financing.html> or scan the QR.

What do I get from this product?

- Customer is able to make multiple disbursements ("Note Transaction") so long the total disbursements amount does not exceed the approved Facility Limit.
- Financing tenure for each Note Transaction (disbursement) will be subject to approval by the Bank and can range from a minimum of 1 month up to a maximum of 12 months.

③ Know Your Risks

What happens if you fail to pay?

1. You pay more in total due to compensation charges (Ta'widh), if you default on your payment. Compensation charges:
 - a) For payment default during the Facility Tenure = Up to 1% p.a on the overdue amount.
 - b) For default causing the Facility to be terminated or brought to court = Up to 1.0% p.a on outstanding balance (outstanding principal plus accrued profit).
 - c) For default in payment after the expiry of Facility Tenure = BNM's prevailing daily overnight Islamic Interbank Money Market ("IIMM") rate on the outstanding balance (outstanding principal plus accrued profit).
 - d) For default payment after court judgement = BNM's prevailing daily overnight IIMM rate on the basic judgment sum
2. We may deduct money from your deposit-i accounts with us to set-off your financing outstanding balance subject to issuance of 7 days' prior written notice to you by the Bank.
3. We may foreclose your property or take legal action against you, when you fail to respond to reminder notices given by the Bank and you will have to bear all the costs including any shortfall, after your asset has been sold.
4. Your **credit score** may be affected leading to credit being more difficult or expensive to you.

④ Other Key Terms

Takaful Coverage: The following takaful coverage are recommended/required to be taken:

- Mortgage Reducing Term Takaful (MRTT) or any equivalent takaful coverage policies to cover the company in the event of death or permanent disability of the customer or key men of the company (if applicable)
- Fire takaful if property is given as security for the financing (compulsory)

Early Settlement: The Bank undertakes to grant you rebate at the point of early settlement. The rebate shall be calculated in the following formula:

$$\text{Rebate on early settlement} = \text{Remaining Unearned} - \text{*Early Settlement Fee (if any)}$$

Note:

- (a) Remaining Unearned = Total Profit – Accrued Profit
- (b) Total Profit = Selling Price – Financing Amount
- (c) Accrued Profit is calculated based on Effective Profit Rate on the outstanding Financing Amount being disbursed

**For any actual cost incurred by the Bank e.g. discounted rate, legal fees, disbursement fees, stamp duty and valuation fees.*

If you have any questions or require assistance, you can:



Call us at:
+603- 7661 7777



Visit us at:
<https://www.hlbislamic.com.my>



Email us at:
SME@hlbb.hongleong.com.my



Scan the QR code above
for more information

Alternatively, you may seek the services of:

Khidmat Nasihat Pembiayaan (KNP) at MyKNP@CGC
Advisory Unit under CGC (for SMEs) at:
Tel: 03 – 7880 0088
E-mail: myknp@cgc.com.my
Website: <https://www.bnm.gov.my/MyKNP>

Khidmat Nasihat Pembiayaan (KNP) at MyKNP@CGC
Advisory Unit under CGC (for SMEs) at:
Tel: 03 – 7880 0088
E-mail: myknp@cgc.com.my
Website: <https://www.bnm.gov.my/MyKNP>

If you wish to make a complaint to the Bank and to make complain if your problem / query is not satisfactorily resolved by the Bank, you may contact:

Customer Advocacy
Tel: 03-7626 8821
E-mail: customerservice@hlbb.hongleong.com.my

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Tel: 03-7626 8821
E-mail: customerservice@hlbb.hongleong.com.my