

## PRODUCT DISCLOSURE SHEET



Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on **Hong Leong Industrial Hire Purchase-i (IHP-i) facility**.

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

Date: \_\_\_\_\_

### ① What is Hong Leong Industrial Hire Purchase-i (IHP-i)?

IHP-i is a financing facility that can be used to finance the acquisition of an equipment or a machinery which is not listed in the first schedule of the Hire Purchase Act 1967 for business and/or industrial purposes.

The profit rate charged will be based on fixed rate and remains unchanged for the duration of the facility.

Margin of financing up to 90%, depending on type of equipment or machinery

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 [**Note: The word "instalment" in this PDS refers to "rental".**]

### ② Know Your Obligations

#### What do I get from this product?

- Facility Amount : RM < Refer to Letter of Offer >
- Margin of Financing: < Refer Letter of Offer > %
- Tenure : < Refer Letter of Offer > months
- Profit Rate : < Refer Letter of Offer > % p.a.

#### Payments Obligations:

You are to pay the following scheduled payments in a timely manner and to settle the outstanding on or before the expiry of the Facility:

- Monthly Instalment \*: RM <Refer Letter of Offer>.
- Final Instalment \*\*: RM <Refer Letter of Offer>.
- Total Payment at the end of [Refer to Letter of Offer] months is \*\*: RM <Letter of Offer>.

#### **Note:**

- \* Deposit paid by the Customer to the supplier before the execution of the IHP-i Agreement will become part of the first monthly instalment.
- The first monthly instalment will be the nett amount to be paid by the Customer after setting off the Deposit paid by the Customer to the supplier before the execution of the IHP-i Agreement.
- For the avoidance of doubt, the Deposit paid by the Customer to the supplier before the execution of the IHP-i Agreement will exclude the payment of the takaful contribution/ insurance premium (if any) for the first year.
- \*\*Inclusive of RM1 as the sale price.

#### 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.



To pay the scheduled payment in timely manner and settle all amount outstanding on or before the expiry of the Facility.



Contact us immediately if you are unable to pay your instalment and/or when you change your contact details.

Ensure and caused the Goods to be covered under a comprehensive takaful/insurance protection throughout the IHP-i facility period.



**Fees and Charges:** For a full list of fees and charges, please visit our website

<https://www.hlbislamic.com.my/en/personal-i/help-support/fees-and-charges/bcb-i-financing.html> or scan the QR.

### ③ Know Your Risks

#### What happens if you fail to fulfil your obligations?

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 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:

- You must ensure and cause the Goods to be covered under a comprehensive takaful/insurance protection throughout the IHP-i facility period.
- Where applicable, a takaful/insurance\* protection on the key personnel(s) of the company is also required to cover the company in the event of death or permanent disability of the key personnel(s) of the company.
- The cost of takaful/insurance is not financed by the Bank and shall be borne by you.

#### Early Settlement:

- You are entitled to statutory rebate (Ibra') on the unexpired hiring period, which will be calculated in accordance with the following formula:

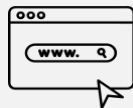
$$R = TC \times \frac{n(n+1)}{N(N+1)} \text{ where,}$$

R	represents profit rebate
TC	represents total amount profit payable over facility period
n	represents remaining facility period expressed in months
N	represents original facility period expressed in months

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



Call us at:  
+603- 7661 7777



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



Email us at:  
[SME@hlbb.hongleong.com.my](mailto: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](mailto:myknp@cgc.com.my)  
Website: <https://www.bnm.gov.my/MyKNP>

**Agensi Kaunseling dan Pengurusan Kredit (AKPK),**  
(for SME & individuals):  
Tel: 03 – 2616 7766  
E-mail: [enquiry@akpk.org.my](mailto:enquiry@akpk.org.my)  
Website: <https://www.akpk.org.my/smehelpdesk>

#### 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](mailto:customerservice@hlbb.hongleong.com.my)

**Bank Negara Malaysia Link (BNMLINK)**  
Tel: 1-300-88-5465  
Website: [bnm.gov.my/BNMLINK](http://bnm.gov.my/BNMLINK)