

PRODUCT DISCLOSURE SHEET (Versi Bahasa Malaysia)

This Product Disclosure Sheet (PDS) contains general information about the product, which is subject to change at the Bank's discretion.

Business and Corporate Banking-i
Product: Inward Bills for Collection-i (IBC-i)
Date: / /
1. What is Inward Bills for Collection-i?

IBC-i is a trade service provided by the Bank which complies with Shariah principles, where the Bank is acting as a Collecting/Presenting Bank to handle and inform Customer (buyer/drawee) of the incoming shipping documents from their supplier (drawer). This intermediary service facilitates trade settlement on terms agreed between Customer and their supplier. The handling by the Collecting/Presenting Bank of the shipping documents is based on instructions received from Remitting Bank, in order to obtain payment or acceptance or based on other pre-determined terms and conditions in Remitting Bank's collection instructions. Documents for collection are subject to Uniform Rules for Collections, International Chamber of Commerce Publication No. 522 ("URC") currently in force.

The Shariah contract applicable for IBC-i is Wakalah bil Ujah, whereby a party, as Principal (muwakkil), authorises another party as his agent (wakil) to perform a particular task on matters that may be delegated, with imposition of a fee. Under this contract, the Bank shall act as the agent for the principal/drawee who is the buyer/importer and as the Collecting Bank, has the responsibility to perform checks on collection instructions and documents received from Remitting Bank.

The Bank acting as the agent for the Principal/Drawee who is the buyer/importer and as the Collecting Bank, is to ensure that:

- All relevant documents are provided in the collection instructions.
- The duration of the collection instruction must be consistent with the Bill of Exchange (if any)
- Mode of completion must be indicated
- IBC-i documents (including collection instructions) is being checked based on the current Uniform Rules of Collection.

Benefits – What do you get from this product?

- The payment is made only upon release/after acceptance of the shipping documents.
- This payment method is simpler and cheaper as compared to other trade services.

2. Know Your Obligations
Pricing

1. For bills denominated in foreign currency - 0.10% flat. Minimum RM50; Maximum RM150, as specified in the full list of fees and charges.

Illustration

- Bill amount = USD100,000
- Commission: USD100,000 x 0.10% = USD100 or RM429.50 (based on the Exchange rate of 1 USD: 4.2950 MYR) but capped at RM150.
- The commission is RM150.

2. For bills denominated in local currency - 0.10% flat. Minimum RM50; Maximum RM500, as specified in the full list of fees and charges.

Illustration

- Bill amount = RM100,000
- Commission: RM100,000 x 0.10% = RM100
- The commission is RM100.

You also have to pay other fees and charges, where applicable, per our full list of fees and charges published at:

<https://www.hlisb.com.my/en/personal-i/help-support/fees-and-charges/trade-service-i.html>



It is your responsibility to:



Read and understand the pricing and the terms and conditions in the Advice of Documents Arrival.



Make payment on the maturity date or accept the Bill of Exchange before the documents are released by the Bank. Alternatively, you can request for the IBC-i payment to be financed by the Bank provided there is a prior approved Trade Financing facility.



Authorize the bank to debit your account for the payment of commission, fees and charges, Bank or Agent charges and all monies paid or for which the Bank is liable under the IBC-i.



Certify that the goods/services and affiliated parties / counterparties pertaining to the trade transaction are not sanctioned/prohibited/restricted and in line with your company's nature of business.



Inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.

3. Know Your Risks

What will happen if you ignore your obligations?

1. If the documents remain uncollected by you, the Bank will return the documents to the Remitting Bank within 60 days from the date of receipt or upon request by the Remitting Bank, whichever is earlier.
2. Failure to make payment or honour accepted Bills may affect your credit record and the availability of future trade facilities.
3. The Seller may take legal action against you based on your commercial contract terms with them.

What is the major risk?

- **Goods purchased or imported may be of inferior quality or may not conform to the buyer's expectations or specifications.** As the Bank's role is limited to examining documents only, the Bank has no obligations to verify, inspect, or validate the actual goods delivered.
- **Delayed and/or non-take up of shipping documents** may result in demurrage charges being imposed on you during clearance of goods at a later stage.
- **Perishable goods** may become worthless due to delayed clearance.

4. Other Key Terms

Where can you get assistance and redress?



Call us at:

03-7626 8899 /
03-7661 7777



Visit us at:

www.hlisb.com.my/bcbi



Email us at:

HLOnline@hlbb.hongleong.com.my

**Agensi Kaunseling dan Pengurusan
Kredit (AKPK)**

Tel: 1-800-88-2575

<https://www.akpk.org.my/smehelpdesk>

If you have a query or a complaint that is not satisfactorily resolved by us, you may contact:

HLISB

Customer Advocacy

Tel: 03-7626 8821 / 03-76268802 / 03-76268812

Email: customerservice@hlbb.hongleong.com.my

BNMLINK

Tel: 1-300-88-5465

Overseas: 603-2174 1717

Website: bnm.gov.my/BNMLINK

The information provided in this disclosure sheet is valid as of 31 December 2025.