

Dual Currency Investment

Dual Currency Investments are short term non-principal protected structured investments where you invest a cash amount for a fixed tenure, potentially earning a higher yield than traditional deposits.

DCI offers you the flexibility of choosing your preferred investment currency and alternate currency. Upon maturity of the investment, you will receive the principal plus interest earned in either your investment currency or the alternate currency, at the pre-agreed exchange rate.

Requirement

Individual investors: Malaysian or Permanent Resident or non-Permanent Resident (with work permit) aged 18 years old & above

Important Note

- This financial product is only available to individuals with (1) net personal assets exceeding RM3 million or its equivalent in foreign currencies, (2) gross annual income exceeding RM300,000 p.a. or its equivalent in foreign currencies, (3) total joint gross annual income with spouse exceeding RM400,000 p.a. or its equivalent in foreign currencies; OR corporate/partnership that has total net assets exceeding RM10million or its equivalent in foreign currency as at the last day of that financial year.
- Before we offer our investment services to you, we will complete a detailed Suitability Assessment Profiling with you. This will help us to understand your risk attitudes, financial needs and investment objectives in order to identify your Risk Profile. From your Risk Profile, we will discuss a range of investment products for your consideration.

Customer Suitability

You might find DCI particularly suited to you:

- If you are buying another currency for investment, diversification, business or finance your children's education overseas.
- If you are indifferent in receiving the principal amount in either the Base Currency or Alternate Currency.
- If you have the need to hold the principal amount (only) from either the Base Currency or the Alternate Currency.
- If you have a view on exchange rate movements and are willing to accept exchange rate risk in respect of the principal, in return for the possibility of earning a higher interest rate as compared to traditional time deposit.
- If you are comfortable with the investment tenure and will not withdraw from this investment prior to its Maturity Date.

How it Works?

Prerequisites

Just complete an application form and have the Current Account, Savings Account and Foreign Currency Account opened with AmBank.

There are 4 steps to setting up DCI:

Step 1:

Choose a pair of currencies from our range of Currency Pairs



Step 2:

Choose your investment tenure from as short as one week up to a maximum period of three months.



Step 3:

Decide your investment amount that you are comfortable with



Step 4:

Select a strike price for your currency pair. The bank will then determine the interest rate that you will earn on the DCI

Example of How DCI works harder for you

Assuming you decide to invest in DCI with the following parameters:

Base Currency	Malaysian Ringgit (MYR)
Alternate Currency	Australian Dollar (AUD)
Principal Amount	RM 250,000
Term	1 month (30 days)
Conversion Strike Rate	3.2510
Interest Rate	8.00% p.a <i>(Assuming the current AUD / MYR spot exchange rate is 3.2850 and you do not mind diversifying into AUD at a preferred price of 3.2510)</i>

On the fixing date, the Bank will advise you on the repayment currency as to whether it will be in the base currency or alternate currency.

Scenario 1 – Alternative Currency Strengthens

If the spot exchange rate (3.2600) is **at or above** the Strike Rate (3.2510), AUD has **strengthens** against MYR. Thus, the DCI is not converted & remains in MYR.

Repayment Currency (Principal & Interest)	Principal	Interest	Amount received at Maturity Principal + Interest
MYR	MYR 250,000.00	MYR 250,000.00 x 8.00% p.a x 30 / 365 days = MYR 1,643.83	MYR 250,000.00 + MYR 1,643.83 = MYR 251,643.83

What are your options if your initial DCI is not converted?

If your base currency (MYR) is not converted into alternate currency (AUD) upon fixing, you may consider the following options:

- Your **MYR can be paired with AUD** in another DCI deal (Rollover), Or
You **can opt not to enter any further deals**, study the market outlook and re-invest once market meets your expectation.

Scenario 2 – Alternative Currency Weakens

If the spot exchange rate (3.2000) is **below** than the strike rate (3.2510), AUD has **weakens** against MYR. Thus, the DCI is converted to AUD.

Payout Currency (Principal & Interest)	Principal	Interest	Amount received at Maturity Principal + Interest
AUD	MYR 250,000.00	MYR 250,000.00 x 8.00% p.a x 30 / 365 days = MYR 1,643.83	MYR 250,000.00 + MYR 1,643.83 = MYR 251,643.83 MYR 251,643.83 / 3.2510 = AUD 77,405.05

What are your options if your initial DCI is converted into the alternate currency?

If your base currency (MYR) is converted into alternate currency (AUD), you may consider the following options:

- Your **AUD can be paired with MYR** in another DCI deal, Or
- You can transfer the funds to Australia for your personal use (e.g. property investment, business purposes or children’s education)
- You could **choose to place the AUD** in a Foreign Currency Account or Foreign Currency Deposit.

Please note that an immediate conversion back to MYR may result in loss of investment Principal as follows:

Principal Conversion	AUD 77,405.05 x 3.2000 = MYR 247,696.16 (loss of MYR 2,303.84)
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The above scenarios and options given are for illustrative purposes only and are not indicative of future performance.

Important Note

Investors must read and understand the Product Highlight Sheet, Risk Disclosure Statement, Suitability Assessment Form and Terms Sheet of this product (collectively known as the “Documents”) before deciding to invest. The information herein is provided for general purposes only and is not to be construed as a solicitation or offer of legal, investment, tax or other advice or a recommendation to engage in any transaction.

For more information about DCI, please contact your AmBank representative.

AmSignature Priority Banking

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This structured investment is NOT insured by Perbadanan Insurans Deposit Malaysia (PIDM).

WARNING

THE RETURNS ON YOUR STRUCTURED PRODUCT INVESTMENT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSET / REFERENCE, AND THE RECOVERY OF YOUR PRINCIPAL INVESTMENT MAY BE JEOPARDISED IF YOU MAKE AN EARLY REDEMPTION.