

<p>Please be reminded to read and understand this Product Disclosure Sheet before you decide to take up Factoring-i. Be sure to also read and understand the final terms and conditions which will be documented in the Letter of Offer and Factoring-i Agreement. You are hereby reminded to always seek and obtain your own independent legal advice. Kindly seek clarification from AmBank Islamic Berhad's authorised representative if you do not understand any part of this document or the general terms stated herein.</p>	<p>AmBank Islamic Berhad</p> <p>Factoring-i Back to Back Factoring-i ("BTBF-i") Date:</p>
<p><b>1. What is this product about?</b></p> <p>BTBF-i is a type of Factoring-i which involves two factoring arrangements.</p> <p>(a) The first arrangement is between a contract awarder ("Paymaster"), a main contractor ("Customer") and AmBank Islamic ("Factor").</p> <p>(b) The second arrangement is between the main contractor ("Customer"), a sub-contractor ("Client") and AmBank Islamic ("Factor").</p> <p>BTBF-i arrangement is as follows:</p> <ul style="list-style-type: none"> <li>• The Customer awards the contract received from the Paymaster to the Client.</li> <li>• The Client performs the contracts and submits its progress claim to the Customer.</li> <li>• Subsequently, the Customer performs the contract and submits its progress claim to paymaster.</li> <li>• The Paymaster submits its Progress Claim Certificate to the Customer.</li> <li>• Subsequently, the Customer submits its Progress Claim Certificate to the Client.</li> <li>• The Client sells its Progress Claim Certificate to the Factor for financing under Domestic Recourse Factoring-i ("DRF-i") arrangement.</li> <li>• The Customer factors its Progress Claim Certificate to the Factor for collection under BTBF-i arrangement.</li> <li>• On payment due date, the Factor received payment from the Paymaster. The payment will offset outstanding balance of DRF-i facility, <i>hibah</i> (if any) will be paid to the Client and the remaining balance will be paid to the Customer.</li> </ul>	
<p><b>2. What are the Shariah concepts applicable?</b></p> <p>The Shariah concept applicable for BTBF-i is <i>Wakalah</i>. <i>Wakalah</i> (Agency Contract) is a contract in which a party mandates another party as his agent to perform a particular task in matters that may be delegated, with or without imposition of a fee.</p>	
<p><b>3. What do Customer get from this product?</b></p> <p>(a) Currency: Malaysian Ringgit</p> <p>(b) AmBank Islamic manages, monitors and collects the receivables on behalf of the Customer.</p> <p>(c) The Customer is provided with monthly statement which display outstanding collection amount.</p>	
<p><b>4. What are Customer's roles and obligations?</b></p> <p>(a) You are required to ensure sufficient funds in your current account with us to debit the applicable fees and charges.</p> <p>(b) You are required to ensure your assets/goods in the invoices and services provided under BTBF-i arrangement are Shariah-compliant.</p> <p>(c) You are required to ensure your Factoring-i limit is active and adequate for utilisation.</p>	

**5. What are the fees and charges that Customer has to pay?**

No.	Type of Fees and Charges	Tariff
1	Stamp Duty	As per Stamp Duty Act 1949 (Revised 1989).
2	Factoring Charge Rate	1.0%* of the invoice value
3	Disbursement to a third party	RM50* per transaction
4	Request for statement by Client / Customer	RM20* per statement

\*The fees and charges are exclusive of any taxes, including but not limited to, goods and services tax, value added tax, consumption tax, consumer tax, indirect tax, service tax, sales tax, duties, levies or any other taxes ("Taxes") which may now be or hereafter be imposed by the Government of Malaysia.

**6. What if Customer fails to fulfill its obligations?**

Right to set-off: AmBank Islamic has the right to utilise any credit balance in your account(s) maintained with us to settle outstanding amount under any facilities with AmBank Islamic. However, the set-off amount shall be notified to you prior to the set-off being effected.

**7. What are the major risks?**

AmBank Islamic is not liable for non-payment/unpaid invoices bill by the Paymaster. AmBank Islamic only provides collection services to the Customer.

**8. What does Customer need to do if there is change(s) to the Client's contact details?**

It is important that you inform us of any change in your contact details to ensure all correspondences reach you in a timely manner. For assistance, you may contact / notify in writing to your respective Relationship Manager.

**9. Where can Customer get assistance and redress?**

- If you wish to complain on the products or services provided by us, you may contact us at:
- If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or TELELINK at:

AmBank Islamic Berhad,  
Transaction Banking Service Centre,  
Level 24, Menara AmBank, Jalan Yap  
Kwan Seng,  
50450 Kuala Lumpur.  
Tel: +603 2058 2800  
Fax: +603 2078 0230  
E-mail: [TBSC-KL@ambankgroup.com](mailto:TBSC-KL@ambankgroup.com)

Blok D, Bank Negara Malaysia,  
Jalan Dato' Onn,  
50480 Kuala Lumpur.  
Tel: 1-300-88-5465  
Fax: 03-2174 1515  
E-mail: [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)

**10. Where can Customer get further information?**

For details of benefits, fees and charges, you can visit [www.ambankislamic.com](http://www.ambankislamic.com)

**11. Other Islamic trade products available:**

- Trust Receipt-i
- Accepted Bills-i
- Invoice Financing-i
- Foreign Currency Trade Financing-i
- Domestic Recourse Factoring-i
- Confidential Factoring-i
- Sales Ledger Maintenance-i
- Outward Bills Purchased-i
- Export Credit Refinancing-i
- Credit Bill Negotiation-i
- Letter of Credit-i
- Bank Guarantee-i
- Standby Letter of Credit-i
- Shipping Guarantee-i
- Inward Bills for Collection-i
- Outward Bills for Collection-i

The information provided in this disclosure sheet is valid effective from January 2021.

All calculations and rates above are for illustration purpose only. Terms and conditions apply.

Unless stated otherwise, all prices/ quotations indicated in this document are exclusive of any applicable taxes, which the said taxes shall be borne by you.

*Disclaimer: The actual amount of the facility to be provided by AmBank Islamic Berhad is dependent upon your credit evaluation by AmBank Islamic Berhad. The transmission of this Product Disclosure Sheet to you does not create any obligation by AmBank Islamic Berhad to grant you any facilities.*

I /We duly acknowledge that the key contract terms and my/our financial obligations under this financial product had been adequately explained to me by the authorised representative of AmBank Islamic Berhad.

\_\_\_\_\_  
Name:

NRIC No:

Date:

Or

For and on behalf

Registration No:

\_\_\_\_\_  
(Authorised signatory/ Director)

Date:

**AmBank Islamic Berhad (Registration No. 199401009897 (295576-U))**

*A member of the AmBank Group*

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