

PRODUCT DISCLOSURE SHEET

Please be reminded to read and understand this Product Disclosure Sheet before you decide to take up Outward Bill Collection-i. Be sure to also read and understand the final terms and conditions which will be documented in the Terms and Conditions. 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.

AmBank Islamic Berhad
Outward Bill Collection-i
Date: 01 September 2023
1. What is this product about?

- (a) Outward Bill Collection-i ("OBC-i") is a transaction in which the Seller ("Beneficiary") authorizes the collection of payment to an agent bank ("Remitting Bank/AmBank Islamic") who then sends the documents to the Buyer's bank ("Collecting Bank") together with instruction either to release such document against Buyer's payment (D/P) or acceptance (D/A).
- (b) OBC-i is governed by International Chamber of Commerce (ICC) Uniform Rules for Collections (URC).

Note: D/P – Documents Against Payment; D/A – Documents Against Acceptance

2. What are the Shariah concepts applicable?

OBC-i is structured based on Shariah principle *Wakalah (agency)* where AmBank Islamic ("the Bank") is acting as an agent for the Seller ("Customer") for remittance of documents and payment collection. *Wakalah* refers to a contract in which a party mandates another party as an agent to perform particular task.

3. What do I get from this product?

- (a) OBC-i is offered in Ringgit Malaysia ("RM") or foreign currencies acceptable by the Bank.
- (b) As OBC-i is a type of trade services, no Facility limit is assigned for this product.
- (c) May arrange for financing under Accepted Bills-i ("AB-i") Export/Sales and Outward Bills Purchased-i ("OBP-I")/Direct Outward Bills Purchased-i ("DOBP-i") (subject to Buyer's MTF-i limit).

4. What are my roles and obligations?

- (a) You are required to provide instruction for collection via submitting application form together with relevant shipping documents.
- (b) You are required to ensure sufficient funds in your current account with us to debit the applicable fees and charges.
- (c) You are to ensure your assets/goods in the invoices are Shariah-compliant.

5. What are the fees and charges I have to pay?

No.	Type of Fees and Charges	Tariff
1	Commission	0.1% on bill amount. Min: RM30 (FCY bill); RM50 (RM bill), Max: RM80 (FCY bill); RM300 (RM bill)
2	Handling fee - Non-payment and non-acceptance > 60 days	0.1% on bill amount. Min: RM50, Max: RM100 (FCY bill); RM300 (RM bill)
3	Handling fee - Document returned after Collection process	0.1% on bill amount. Min: RM50, Max: RM100 (FCY bill); RM300 (RM bill)
4	Handling fee - Release document "Free of Payment" to Drawee	0.1% on bill amount. Min: RM50, Max: RM100 (FCY bill), and RM300 (RM bill)
5	Commission in lieu of Exchange on Foreign Currency bills settled in Foreign Currency	0.1% on invoice value. Min: RM50, Max: RM300
6	SWIFT Charges	For customer's account <ul style="list-style-type: none"> • Within Malaysia: RM20 flat • Outside Malaysia: RM40 flat For foreign counterparty's account - USD20 equivalent
7	RENTAS Payment / Interbank GIRO	RM2 flat
8	Postage / Registered post	<ul style="list-style-type: none"> • Within Malaysia: RM5 flat • Outside Malaysia: RM20 flat
9	Courier Services	<ul style="list-style-type: none"> • Within Malaysia: RM15 flat • Outside Malaysia: Subject to destination
10	Stamp Duty	As per Stamp Duty Act 1949 (Revised 1989)

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.

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6. What if I fail to fulfill my obligations?
The Bank has a right to utilise any credit balance in your account(s) maintained with us towards payment of outstanding amount under any facilities with AmBank Islamic. The set-off amount shall be notified to you prior to the set-off being effected.

7. What if I fully settle the facility before its maturity?
Not applicable.

8. Do I need any takaful coverage?
Not applicable.

9. What are the major risks?
(a) As Seller, you may have the risk of non-payment/ non-acceptance from your Buyers and may have to recall your goods or find a new Buyer.
(b) *You may be exposed to all foreign exchange conversion of fluctuation risks, rates and losses.*

10. Do I need a guarantor or collateral?
(a) A guarantor(s) is to be provided if required
(b) Collateral is to be provided if required and must be acceptable to the Bank.

Note: The requirements above are depending on your creditworthiness.

11. What do I need to do if there is change(s) to my 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.

12. Where can I 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 at:

AmBank Islamic Contact Centre
P.O Box No. 12617, 50784 Kuala Lumpur
Tel: (603) 2178 8888
Email: customercare@ambankgroup.com

Blok D, Bank Negara Malaysia,
Jalan Dato' Onn,
50450 Kuala Lumpur.
Tel: 1-300-88-5465
Fax: 03-2174 1515
Website: bnmlink.bnm.gov.my

- Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK), an agency established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education and debt restructuring for individuals. You may contact AKPK at:

Level 5 & 6,
Menara Aras Raya
(Formerly known as Menara Bumiputera Commerce)
Jalan Raja Laut, 50350 Kuala Lumpur
Tel: 03-2616 7766
E-mail: enquiry@akpk.org.my

13. Where can I get further information?
For details of benefits, fees and charges, you can visit www.ambankgroup.com

<p>14. Other Islamic trade products available:</p> <ul style="list-style-type: none"> • 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 • Back-to-Back Factoring-i 	<ul style="list-style-type: none"> • 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
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IMPORTANT! YOUR COLLATERAL MAY BE LIQUIDATED IF YOU DO NOT KEEP UP WITH YOUR PAYMENTS

The information provided in this product disclosure sheet is valid from 01 September 2023 until the next update. Kindly visit www.ambankgroup.com for the latest information.

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

Disclaimer: The actual amount of OBC-i 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: