

PRODUCT DISCLOSURE SHEET

Dear Customer,

This Product Disclosure Sheet ("PDS") is designed to provide you with key information on your **Standby Letter of Credit-i** ("SBLC-i"). Other customers have read this PDS and found it helpful; you should read it too.

 **AmBank Islamic**

Date: 28-Feb-2026

1. WHAT IS STANDBY LETTER OF CREDIT-i?

Standby Letter of Credit-i

SBLC-i is a form of guarantee by AmBank Islamic (the "Bank") to pay a specified amount of money to the Beneficiary against the documents as specified under SBLC-i within the SBLC-i validity period, if the Beneficiary claims that the Applicant is in default of their obligation.

Applicable Shariah Contract

The Shariah concept applicable is *Kafalah* (Guarantee). *Kafalah* refers to a contract where the guarantor conjoins the guaranteed party in assuming the latter's specified liability.

2. KNOW YOUR OBLIGATIONS

What I do get from this product:

- Issuance of SBLC-i is subject to Customer's SBLC-i limit.
- SBLC-i facility is offered in Ringgit Malaysia ("RM") or foreign currencies acceptable to the Bank.
- SBLC-i's purpose is based on the contract between Customer and Beneficiary.
- Partial drawing under SBLC-i may or may not be allowed depending on arrangement.

It is your responsibility to:



Read the Letter of Offer ("LO") and understand the terms before you sign it.



Pay your SBLC-i claimed amount when requested by Bank.



Make sure you **can afford to pay a higher amount** if the Bank pays the SBLC-i claim on your behalf **via Complementary Term Financing-i ("CTF-i")**.



Contact us immediately should you find yourself **unable to pay** your SBLC-i claim promptly.

For this service, you have to pay the following charges (where applicable).

No.	Description	Pricing / Rate
1	Opening Commission	As per LO
2	Amendment to SBLC-i - Extension of expiry date / increase in amount	The rate of Opening Commission as per LO per month or part thereof for the extended period/incremental value (Min: RM50) Note: If amendment involves an increment in the SBLC-i amount, commission will be calculated on the amended amount from original issuance date or effective date, whichever is earlier, less commission collected.
3	Amendment to SBLC-i - Other than extension of expiry date / increase in amount	Flat RM50
4	SBLC-i Claim Processing Fee	Flat RM100
5	Assignment of guarantee	0.1% of guarantee amount (Min: RM250)

Refer to our standard tariff / charges on our website here for more details: -

<https://www.ambankgroup.com/products-and-services/islamic/islamic-banking/product-and-services/business-and-institutional/trade-services/tariff-charges>

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 imposed by the Government of Malaysia.

Note: Further terms shall be stipulated in the LO / Facility Agreement issued by the Bank

3. KNOW YOUR RISK

What happens if you ignore your obligations?

1. If you **do not maintain sufficient funds in your current account** for the settlement of the claimed SBLC-i, you will **be given such time as notified by the Bank** to settle the amount.
2. Otherwise, **the claimed SBLC-i will be settled via a CTF-i**. In such event, you are required to execute the necessary documentation.

4. OTHER KEY TERMS

1. You shall **indemnify the Bank against all liability** arising from the **Bank making payment** under a claimed SBLC-i.
2. You are **required to ensure your SBLC-i limit is active and adequate** for utilisation.
3. If you **fail to fulfil your obligation**, upon receiving a claim from beneficiary, the **Bank shall honour the claim by debiting your account or via CTF-i** for the settlement of payment made under such claim.
4. The Bank **may take legal action or sell collateral** to recover unpaid amounts, which may include bankruptcy or winding-up proceedings.
5. Legal action against you **may affect your credit rating**, making credit more difficult or expensive to obtain.
6. You may **be exposed to foreign exchange conversion** or fluctuation risks, which may result in losses.

If you have any questions about our **Standby Letter of Credit-i**, you can:



Call us at
+603 2178 8888
(Contact Centre)



Visit us at
www.ambankgroup.com



Email us at
customercare@ambankgroup.com



Scan the QR code