

TERMS AND CONDITIONS FOR AMMONEYLINE FACILITY-I

The information provided in this Terms and Conditions is valid from December 2025.

REMINDER: You are hereby reminded to read and understand the terms and conditions stated herein and the Bank encourage you to seek and obtain your own independent legal advice before signing the Application Form. In the event there are any terms and conditions herein that you do not understand, kindly be advised to discuss further with the Bank's authorised representative before signing the Application Form

1. DOCUMENTATION

- 1.1** This Terms & Conditions is made between AmBank Islamic Berhad [Registration No. 199401009897 (295576-U)] (hereinafter referred to as "**Bank**") and the Applicant(s) (as named in the Application Form) ("**Application Form**") for AmMoneyLine Facility-i (hereinafter referred to as "**Facility**"), of which has been approved by the Bank (the applicant shall hereinafter referred to as "**Customer**").
- 1.2** This Terms and Conditions shall be read together with the Application Form executed by the Customer and all other documents relating to the Facility shall form a binding agreement of this Facility.

2. FACILITY, SHARIAH CONCEPT AND ITS MECHANISM

- 2.1** This Facility is a term and unsecured financing facility based upon the Shariah concept of Murabahah Tawarruq, Wakalah and Wa'd.

Tawarruq means an arrangement that involves two sale and purchase contracts. The first involves the sale of the commodity by the Bank to the Customer on deferred payment at cost plus profit basis whereby the purchase price and the sale price are disclosed to the Customer. Subsequently, the Customer will sell the same commodity to a third party on cash and spot basis.

Wa'd means a unilateral promise or undertaking which refers to an expression of commitment given by one party to another to perform certain actions in the future.

Murabahah is a sale and purchase of a commodity on deferred basis where the acquisition cost and the markup are disclosed to the Customer.

Wakalah refers to a contract in which a party as principal (muwakkil) authorises another party as agent (waki) to perform a particular task in matters that may be delegated, with or without the imposition of a fee. In this product, you appoint the Bank as unrestricted agent to perform the Tawarruq arrangement.

2.2 Purchase Request and Undertaking to Purchase.

- (i) the Customer will issue a request and give an undertaking ("**Purchase Request and Undertaking to Purchase**") to purchase an identified commodity ("**Commodity**") from the Bank at the sale price ("**Bank's Selling Price**"). The Bank's Selling Price comprises of cost to acquire the Commodity (equivalent to the "**Facility Amount**") plus the Bank's profit where the profit is calculated based on the following formula:
Profit: Commodity Cost (equivalent to Facility Amount approved) x Profit Rate x Tenure
The exact amount of the Profit payable by the Customer is as appended in the Profit Schedule.
- (ii) pursuant to the Purchase Request and Undertaking to Purchase, the Bank (in its own capacity) will proceed to purchase the Commodity from the commodity supplier.
- (iii) The Bank will issue a notification of the Bank's approval to the Purchase Request via telephone call or short-messaging-service ("**SMS**") to the Customer on the approved amount, Bank's Selling Price and tenure of the Facility prior to the execution of the Murabahah Sale Contract.

2.3 Appointment of the Bank as Agent.

- (i) The Customer may appoint the Bank to be its agent to sell the Commodity and to execute and perform the Murabahah Sale Contract for and on its behalf.
- (ii) The appointment of the Bank as the agent of the Customer shall be in accordance and substantially in the form of Appointment of Agent.
- (iii) subsequently and pursuant to the Appointment of Agent, if requested by the Customer, the Bank on behalf of the Customer will sell the commodity to a third-party purchaser on cash basis and the proceeds will be paid to or for the benefit of the Customer in accordance with the terms of this Agreement.
- (iv) The Customer shall be bound by all acts and transactions from time to time entered into by the Bank as its agent under and in accordance with terms of the Appointment of Agent.
- (v) The Customer undertakes to indemnify the Bank from each and all claims, losses, costs, expenses or damage that the Bank may suffer or incur as a result of executing and performing the Bank's agency function as set out above and in the Appointment of Agent save and except and to the extent of any ta'addi (misconduct), taqsir (negligence) or mukhalafah al-shurut (breach of specified terms) on part of the Bank.
- (vi) Notwithstanding the Appointment of Agent, the Bank may at its discretion and at any time, refrain, defer, delay and/or refuse to act as agent of the Customer, pursuant to the terms under the Appointment of Agent, under circumstances where it is prudent for the Bank to refrain from acting including but not limited to where there is suspected money laundering activity or fraudulent activities, by informing the Customer ;and the Bank shall not be liable for any consequences of whatsoever nature arising from or due to the inaction as aforesaid, unless the consequences are caused by the Bank's gross negligence, wilful default or misconduct.

2.4 Murabahah Sale Contract.

- (i) Upon the Bank's purchase of the Commodity from the commodity supplier, the Bank and the Customer (through the Bank as its Agent) will enter into a Murabahah Sale Contract in which the Bank sells to the Customer and the Customer purchases the Commodity from the Bank at the Bank's Selling Price. The Customer shall pay the Bank's Selling Price on deferred payments basis.
- (ii) The Murabahah Sale Contract shall be deemed to have been concluded upon its execution by both the Bank and the Customer; whereupon the beneficial ownership to the Commodity (including any warranty, express or implied thereto) together with the right to take delivery of the Commodity and all risks and liability associated with the Commodity shall immediately pass from the Bank to the Customer.
- (iii) The Commodity when purchased by the Customer from the Bank shall be on as "as is where is" basis provided that its specification and quality are as mentioned in the relevant certificate of identification and ownership of the Commodity ("Sub Certificate") and the Customer shall have no remedy against the Bank in respect of quality, condition, or otherwise in respect of the Commodity. The Customer irrevocably and unconditionally waives any right of warranty and any claim of defect liability in respect of the Commodity against the Bank.
- (iv) In the event the Customer intends to take delivery of the Commodity, the Customer will bear all costs and expenses (including Takaful) for the delivery of the Commodity.
- (v) The Bank will retain the relevant Sub Certificate in its custody in trust for the benefit of the Customer pending subsequent sale of the Commodity to a third-party purchaser including Bursa Suq Al-Sila by the Bank acting as agent of the Customer pursuant to the Appointment of Agent.
- (vi) Upon written request, the Customer shall have the right to inspect and/or be furnished with a photocopy of the Sub Certificate of the Commodity.
- (vii) If the Customer wishes to sell the Commodity in the market to a third party for cash and on spot basis, the Customer may appoint the Bank as the Customer's agent to undertake such transaction on behalf of the Customer pursuant to the Appointment of Agency.
- (viii) The Murabahah Sale Contract may be terminated by either the Bank or the Customer due to breach of specified terms or subject to and upon mutually agreed terms between the Bank and the Customer whereupon, the Commodity will be returned to the Bank and the Bank's Selling Price (less rebate) will be returned to the Customer. In the event that the Commodity has been sold to the Commodity Purchaser, an amount equivalent to the value of the Commodity will be returned to the Bank.

2.5 The Purchase Request and the Undertaking to Purchase, the Murabahah Sale Contract and the Appointment of Agent shall be executed in the forms as prescribed by the Bank.

- 2.6** Trading fees in relation to sale and purchase of Commodity pursuant to this Facility incurred by the Bank, if any, shall be solely for the account of the Customer (to be apportioned between the Bank and the Customer).
- 2.7** The Bank shall deliver to the Customer a notification letter informing the confirmation of Customer's commodity purchase and sale transactions along with a notification that the Facility Amount has been disbursed to the Customer.

3. EFFECTIVE DATE

- 3.1** The Customer hereby understands and confirms that the Facility will be made available for disbursements subject to the Bank's approval and the Terms and Conditions set forth herein shall take effect from the date on which this Facility is approved.

4. APPROVAL OF FACILITY

- 4.1** The approval of the application is conditional upon the execution, delivery and perfection of all documents required by the Bank and the Bank has the right to refuse or accept the application for the Facility.
- 4.2** The Bank may at its discretion approve the application for the Facility amount and the Facility instalment period specified by the Customer or such lower Facility amount and/or shorter Facility instalment.
- 4.3** The Bank will issue a notification of the Bank's approval via short- messaging-service ("SMS") to, or a recorded telephone call prior to disbursement of the Facility. Any agreements in writing or verbal or via notification related to the Facility are as valid and binding on the Customer including any letters, notification, or any other form of agreement related to the Facility and its disbursement.
- 4.4** The Bank will issue a notification of approval and disbursement letter ("Disbursement Letter") upon the terms therein contained and crediting the approved Facility Amount into the current account/ savings account indicated by the Customer herein notwithstanding that the Facility Amount remains unused in the said account

5. CONDITION PRECEDENT FOR DISBURSEMENT

- 5.1** The Facility Amount will only be disbursed after all condition precedents set out in Clause 5.2 below have been fulfilled and are satisfaction of the Bank.
- 5.2** Subject to the terms and conditions stated herein, the Bank will make available the Facility Amount for disbursement if:-
- (i) the Bank's receipt of a complete and duly signed Application Form together with all the relevant documents;
 - (ii) all documentation and information receipt are true, accurate and correct;
 - (iii) the Bank is satisfied with the confirmation pertaining to the Customer's documentations received by the Bank ;
 - (iv) based on Bank's credit search on the Customer, no negative indications of the Customer;
 - (v) completion of Customer verification process. The verification process may include, but is not limited to, a telephone call to the Customer to confirm the authenticity and accuracy of the submitted documents. The Customer shall agree to cooperate fully with the Bank during this verification process and provide any additional information or documentation as requested;
 - (v) complete execution of all aqad and necessary documents by Customer including an agency agreement that appoint the Bank as the Customer's agent to execute the Murabahah Tawarruq transaction for the purpose of this Facility. The details of the Murabahah Tawarruq transaction are as per agreed in the Appointment of Agent.

6. DISBURSEMENT TERMS

- 6.1** The Bank will disburse the Facility Amount (equivalent to proceeds from sale of the Commodity to third party) that was approved by Bank into the current account-i/ savings account/-i indicated by the Customer in the Application Form after deducting all fees and charges, in particular stamping fees, payable to the Bank,
- 6.2** The Customer agrees that by providing at least seven (7) calendar days' prior notice to the Customer, the Bank may change or amend the mode of disbursing the sale proceeds to the Customer pursuant to Clause 6.1 above, if and when there are more modes of disbursement being made available for the Customer.
- 6.3** The Customer may cancel this Facility by giving a written notification to the Bank, within fourteen (14) calendar days from the disbursement date, and on the condition that the disbursed Facility Amount is not utilised. Upon notification of cancellation, the Bank shall reverse the first month's profit charges together with billed stamp duty, and impose the AmBank Islamic Current/Savings Account-i fees and charges, if applicable, for early closure, then the Facility will be cancelled/closed. If part of the disbursed Facility Amount has already been utilised and/or disbursed into the facility/account of other Financial Institution(s), no cancellation of Facility is allowed.

7. PROFIT RATE

- 7.1** The Customer agrees to pay the profit rate charged on the Facility Amount at a rate determined by the Bank. The profit rate is part of the calculation of the Bank's Selling Price.

8. PAYMENT BY CUSTOMER

- 8.1** The Bank's Selling Price shall be paid according to the number of monthly instalments informed by the Bank to the Customer as set out in the Notification Letter which also sets out the Facility monthly instalment period and other information sent to the Customer upon approval of the Facility.
- 8.2** After full disbursement of the Facility is made, the first instalment shall be due and to be paid on following specified date of the calendar month
- (i) For disbursement made between 1st-20th of the month, the due date shall be on the 5th day of the following month.
 - (ii) For disbursement made between 21st-31st of the month, the due date shall be on the 5th day of second following month.

Each following instalment shall be paid at the corresponding date of each successive calendar month respectively until the full Bank's Selling Price and other payments the Customer agreed to pay under this Terms and Conditions (hereinafter referred to as "**indebtedness**") is fully paid and settled.

- 8.3** All payment shall be made to the Bank fully without any set-off and/or any other deduction for tax or any other deductions.
- 8.4** If the law requires a deduction from any payment, the Customer is required to increase the payment to make sure that the net amount received by the Bank is the same as the amount that should be received by the Bank had that deduction not been done.

All payments made under this Facility by the Customer will be applied to settle considered as a payment for the outstanding amount due, monthly Instalment and/or other corresponding charges due and owing by the Customer to the Bank herein.

- 8.5** The Bank's Selling Price's monthly instalments and the period of instalments cannot be changed by the Customer without the consent of the Bank.
- 8.6** The Customer undertakes to make satisfactory and sufficient arrangements for the payment of monthly instalment in accordance with the Terms and Conditions stated herein even if he is outside of Malaysia for any period of time.

8.7 If the Bank makes claims against the payment of the Bank's Selling Price, the Customer shall be responsible to pay the late payment charges on the amount still outstanding or monthly instalments that were not paid after the claim date until settlement. The late payment charges will be accrued on a daily basis (after the judgment or order of the courts as well as before) and the late payment charges that were not paid, will be debited from the Customer's account at the end of each calendar month.

8.8 Monthly Payment Authorisation

- (i) For application under AmBank's Payroll Customer Program, the Customer is required to enrol for Auto-Debit (Monthly Payment Authorisation) for monthly instalment payment from your AmBank Islamic's Payroll Savings / Currents Account.
- (ii) The Customer irrevocably authorises and instructs the Bank, as the case may be, to debit from the Customer's account the monthly instalment as they are due including any applicable fees, profit and all other charges related to the Facility. This Authorisation also extends to any increase in profit rates (if any) and the Customer hereby confirms and agrees that, subject to the terms of the Facility, so long as the Monthly Instalments remains due, there is no limit to the payments by amount and/or frequency pursuant to this Authorisation.

The direct debit shall be subject to the following terms and conditions:

- (i) The Customer must make sure that sufficient funds are kept in the Customer's Account to meet the instalment payment. If the Customer's Account is a current account-i, the Customer must also make sure sufficient funds in the Customer's Account to honour cheques deposited for payment after the instalment payments are debited from the Customer's account. The Customer acknowledges that the Bank will not be liable for defamation and/or for breach of contract and/or for any losses, damages, expenses, costs or charges whatsoever arising from the returned cheque(s) and/or on the grounds that cheque(s) issued under the Customer's Accounts was returned due to insufficient funds as a result of the Bank debiting the Customer's Account pursuant to this authorization/instruction. The Bank may levy a charge on all standing instructions on due dates, which charge may not be refunded even if the instruction cannot be carried out due to insufficient funds.
- (ii) Although the Bank will try to effect such monthly payment, the Bank will not be held liable if the Bank is unable to effect such monthly payment or to follow such instruction due to reasons which are not attributable to the Bank or which are beyond the Bank's reasonable control or by virtue of any of the Bank's system errors or malfunction unless due to the Bank gross negligence or wilful default

8.9 Salary Deduction Scheme

- (i) Customer is reminded to ensure there is sufficient fund in the salary crediting account for payment purpose in the event salary is insufficient to settle the payment in entirety, or failed deduction due to reasons including but not limited to, posting restriction, insufficient salary amount, missed salary payout, salary payout via non-AmBank@work Payroll Solutions, etc.
- (ii) For Customers who applied for Salary Deduction Scheme, regardless of payment due date, once salary is credited, the payment amount due will be deducted on the same day (or the next day if salary is credited after the Bank's cut off time) for payment purposes.
- (iii) For Customer who applied for Salary Deduction Scheme, the Customer is required to sign up for auto-debit facility via AmBank@work Current/Savings Account/-i for payment purposes.
- (iv) Customers may select up to three lending products to be enrolled under the AmBank salary deduction function. This limit is designed to help manage payment commitments effectively and ensure a smooth experience. Should you wish to apply for more than three products, any additional applications will be processed through our standard application procedure, without salary deduction. In the event the financing needs to be reassessed due to max salary deduction facility hit, all costs (if any) incurred will be borne by customer.

9. YEARLY REBATE ON THE PROFIT PAID (WHERE APPLICABLE)

9.1 Yearly rebate on profit paid will not be applicable to customers who apply after 29 February 2024.

9.2 Customers that had settled the monthly instalment payment before or on the determined date for twelve (12) months consecutively will be given a rebate of 5% on the total sum of the profit that was paid for that particular

year. This rebate will be given at the 13th month and will be stated on the statement of the 13th month. The Bank reserves the right to change or cancel the rebate at any time and from time to time by giving prior written notice of twenty-one (21) calendar days to the Customer.

9.3 At the end the Facility period, for payment made before or at the determined date for eleven (11) months consecutively, the yearly rebate will be given on the 12th month which will be the last instalment.

10. PREPAYMENT / EARLY SETTLEMENT AND IBRA' (REBATE)

10.1 If the Customer wants to settle the Bank's Selling Price fully before the Facility Instalment's period ends, the Customer is required to give the Bank a one (1) month prior written notice.

10.2 The Bank will give ibra' (rebate) if any, on the remaining amount of the Bank's Selling Price which has not been settled by the Customer based on the following situations:

- (a) For variable profit rate, if the amount of profit calculated based on the effective rate of profit is lower than the total profit calculated based on the ceiling /contracted profit rate.
- (b) Based on the full settlement of the Facility by the Customer in the following situation:
 - (i) Redemption or prepayment of the Facility;
 - (ii) Due to a restructuring of the Facility;
 - (iii) In case of default by the Customer;
 - (iv) In the event of termination or cancellation of the Facility before its expiry.

Ibra' (Rebate) will be calculated based on the following formula as prescribed by Bank Negara Malaysia: -

Ibra' (Rebate) = Deferred profit – Early settlement charges.

11. LATE PAYMENT CHARGES

11.1 The Customer hereby agrees to and acknowledges that the Bank reserves the right to impose and demand from the Customer late payment charges if the Customer fails to do the following:

- (i) Pay all outstanding instalments and/or the total amount agreed to be paid by the Customer to the Bank on its respective due dates; and/or
- (ii) Payment upon expiry or revocation of the Facility.

The late payment charges will be calculated according to the rate stated below:

11.2 The late payment charges will be calculated according to the rate stated below:

(a) Prior to maturity date

Late payment charges rate: 1% per annum calculated on daily basis.

On the amount of:

- (aa) Overdue instalments, to be calculated after the due date until the full settlement of the overdue instalments; and/or
- (bb) The outstanding balance, to be calculated from the date of cancellation until full settlement of the outstanding balance.

(b) After maturity date

Late payment charges rate: Current Islamic Interbank Money Market rate (IIMM) per annum calculated on daily basis.

On the amount of: The outstanding balance calculated from the maturity date until full settlement.

(c) After the Bank had obtained court judgment against the Customer

Late payment charges rate: IIMM rate per annum calculated on daily basis from the date of court judgment to the settlement date.

On the amount of: The outstanding balance (excluding legal cost and late payment charges as stated in the judgment) to be calculated from the date of judgment until full settlement of the judgment sum.

Note:

- (i) Late payment charges shall not be compounded.
- (ii) Total late payment charges shall not be more than the outstanding principal.
- (iii) The late payment charges and method of calculation thereof are subject to change as may be prescribed by Bank Negara Malaysia.
- (iv) Outstanding balance refers to principal balance and earned profit.
- (v) The late payment charges are cumulative and subject to the applicable period.

12. FACILITY PERIOD

12.1 The Facility period is the period determined by the Bank and agreed by the Customer and shall be reflected in the Notification Letter.

13. RIGHTS TO TERMINATE THE FACILITY

13.1 The Bank has the right to recall, terminate or withdraw the Facility at any time (including before the issuance of the Facility) if there is any breach of any provision of this Terms and Conditions with reasonable notice. Upon the termination or withdrawal of the Facility, all outstanding amount owed by the Customer under this Facility shall immediately become due and payable.

13.2 The Bank also has the right to suspend or discontinue the Facility with reasonable notice and for an indefinite period of time if the Bank is aware or has reason to believe that:

- (i) any document and information given by the Customer is fake or untrue or is misleading; or
- (ii) there are any fictitious, fraud, forgery and fraudulent misrepresentations in the application for the Facility by the Customer.

14. REPRESENTATIONS AND WARRANTIES

14.1 The Customer gives representations and warranties that:

- (i) The Customer has full legal capacity and is authorized to enter and undertake the obligations under the Facility as stated in this Terms and Conditions.
- (ii) No situation has happened which caused (or by giving notice or lapse of time or both which has caused) the happening of one or more Events of Default stated below;
- (iii) Customer is not in breach of any agreement that may have a significant effect and will affect the condition of his/her financial status.
- (iv) The Customer shall ensure at all times that the Facility are to be utilised for *Shariah*-compliant goods and purposes only.

15. DISCLOSURE

15.1 The Customer with this allows the Bank and/or its officers to:

- (i) Use or disclose any information that is relevant to the Customer and this Facility to any debt collectors/debt collecting agencies, regulatory agencies, shareholders, consultant or advisor of the Bank, as the Bank deems necessary in terms of any action taken for the purpose of enforcement of any right of the Bank under the Facility and this Terms and Conditions;
- (ii) Disclose any information connected to the status of the Customer's personal information, credit position (including account number(s)) and conduct of the Facility to any credit reporting agency, bank and/or financial institution(s) and/or shareholder of the Bank, consultant and advisors or to any other party or stakeholder(s) considered necessary by the Bank.
- (iii) Disclose information to Bank Negara Malaysia regarding the Customer's Facility or the Customer's account as needed.

16. EVENTS OF DEFAULT

16.1 The Bank reserves the right to end and/or to withdraw the Facility and claim for full payment of the Indebtedness if: -

- (i) The Customer fails to pay any amount indebted under the Facility or any other financing or facilities the Customer has with the Bank on their respective due dates;
- (ii) In the event that there is any breach of any of the obligations stated under the Facility or this Terms and Conditions or in any existing facilities with the Bank or AmBank Group;
- (iii) The Customer acknowledges in writing or otherwise on his inability to pay the Indebtedness when the indebtedness matures or the Bank believes that the Customer is and unable to pay such Indebtedness when the Indebtedness becomes due;
- (iv) Any bankruptcy or insolvency proceeding is initiated against the Customer;
- (v) Any distress or other orders executed on or against any part of the property belonging to the Customer and is not discharged within fourteen (14) calendar days from the date of order given;
- (vi) Any debt of the Customer to any third party which is not settled on the maturity date or has become payable before its maturity as stated or any guarantees given by the Customer is not fulfilled when it has reached the maturity date and is claimed;
- (vii) Any representation or warranty made by the Customer to the Bank is not true when it is made (or deemed to be made) or it is repeated at any time when referred to the fact that at the time it was given, has ceased to be true and accurate in any aspect;
- (viii) The provision of this Facility is a related party transaction as defined under Section 57 of Islamic Financial Services 2013; and
- (ix) The Customer passed away or became insane or mentally unfit.

16.2 The Customer must immediately inform the Bank in writing of the occurrence of any of the situation stated above except sub-clause (ix) above, where the successor or close family or representative from the Customer must inform the Bank in writing, should the said events occur.

16.3 The Customer shall indemnify the Bank against any claim, losses, damage or liability suffered by the Bank as an effect from any of the above Events of Default.

17. CHANGES TO CIRCUMSTANCES

17.1 In the event that any changes in the laws, rules, guidelines or requirements by the authorities (or in its interpretation or implementation) take place, or for the purpose of compliance by the Bank to any direction, requests or requirements applicable (whether it has any legal effect or not), the Bank is being imposed with any conditions, burden or additional obligation which will make it unduly onerous for the Bank to maintain the Facility, the Bank may terminate the Facility by giving a reasonable notice to the Customer whereupon all the outstanding amount under the Facility shall become immediately due and payable.

18. COSTS AND EXPENSES

18.1 All costs, charges and expenses incurred by the Bank related to or arise from or incidental to the Facility have to be paid by the Customer immediately upon demand by the Bank.

18.2 All stamp duties and legal fees payable (evaluated on the basis of lawyer and client) or incurred by the Bank:

- (i) related to or incidental to the provision of the Facility; and/or
- (ii) related to enforcement of its rights under the Facility, has to be paid by the Customer when demanded by the Bank.

18.3 Where applicable, all services, fees or charges provided by the Bank will include the prevailing taxes. Should there be any change in the taxes or applicability of taxes on any fees and charges due to the change in taxes laws, the Bank has the right to change the amount payable by the Customer.

19. RESTRUCTURING

20.1 This Terms and Conditions is valid and binding on all parties even if one party has changed due to any mergers, restructuring or other like circumstances and no changes on any party will affect their existing liabilities and obligations, whether it is from the past, present or future.

20. SUSPENSE ACCOUNT

21.1 Under limited circumstances where it is reasonably necessary including but not limited to when the Customer's account has become impaired due to relevant ongoing legal proceeding, or when there is residual monies after deducting the amount due by the Customer any monies received from the Customer may be credited into a Shariah-compliant suspense account without any returns by the Bank. The Bank is not liable to use the money received or part of it for the payment of the Customer's Indebtedness to the Bank.

21.2 Regardless of the monies credited into the suspense account, if the Customer has gone bankrupt, the Bank may still prove and agree to receive any relevant dividends or compositions related to the Indebtedness due by the Customer to the Bank as if the money has not been credited.

21. CONSOLIDATING AND MERGING OF ACCOUNTS

22.1 The Bank may rightfully at any time but with written notice of at least seven (7) calendar days prior to the Customer, merge or consolidate any or all of the Customer's accounts (including joint accounts with other parties) regardless of location, for any liabilities and obligations due by the Customer to the Bank. The Bank may exercise its right after the expiry of the seven (7) calendar days' notice period.

22. FINALITY OF CALCULATION

22.1 The Bank's calculation on the amount due is final unless proven to be an error that is obvious and indisputable.

23. RIGHT TO SET OFF

23.1 The Customer agrees that if the Customer defaults on his Indebtedness to the Bank and/or AmBank Group under any facilities given by the Bank and/or AmBank Group to the Customer, the Bank is entitled to freeze all or part of the balance in any of the Customer's accounts (including joint account with any third party) with the Bank at any of its branches or offices ("**Available Balance**") equal to the total amount of debt defaulted by giving seven (7) calendar days' notice to the Customer to clear the payment of the defaulted Indebtedness.

23.2 If the Customer fails to clear the defaulted Indebtedness within the seven (7) calendar days period, the Bank is entitled to fully set off any Available Balance with the full amount of defaulted Indebtedness to be paid.

24. RIGHT TO FREEZE ACCOUNT

24.1 The Customer agrees with the Bank that the Bank has the right to freeze any withdrawal and/or deposits into/from any of its accounts,

- (i) The Bank is of the reasonable opinion, taking into account all available evidence that a mandate for an account has been abused;
- (ii) The Bank reasonably finds/discovers that information / document for personal documentation submitted to the Bank for opening of an account was later found to be fake / incorrect / amended / misrepresented;
- (iii) cheque / instrument of finance / amount credited into the account is a result of falsification / amended instrument and instruction/falsified transaction, with/without the Customer's involvement;
- (iv) a report is made by third party to the police / the Bank that the account has been used to make false transaction / savings /fraud/ canvassing customers for illegal deposit-taking or involved in illegal activities in any way. The Bank's may at its discretion to freeze the account shall depend on its own internal investigation or information by the police/authorities;
- (v) death, bankruptcy or petition of winding up on the Customer, subject to the Bank being informed by any parties or if such is made known to it by any other means;
- (vi) a notice of a proceeding is brought before the Bank notifying the Bank that the account holder is now a judgment debtor;

- (vii) the Bank enforces its right to set-off under this Terms and Conditions; or
- (viii) the Bank is instructed to freeze the account by Bank Negara Malaysia / authorities under any applicable laws.

24.2 After freezing the account, the Bank may transfer the frozen amount/ Available Balance to an account without returns until the resolution of relevant issue related to the said account/as instructed by the Court / relevant authorities.

25. RELATED PARTY TRANSACTION

25.1 Connected Parties: to the best of the Customer's knowledge and information, the granting of the Facilities is not a related party transaction and to the best of the Customer's knowledge: -

- (i) the Customer's director(s) is/are not a close relative to any Connected Parties of the Bank, or any of the Bank's subsidiaries or entities controlled by the Bank;
- (ii) it has no control over the Bank's Connected Parties; and
- (iii) none of the Bank's Connected Parties are interested as director, partner, executive officer, agent of or guarantor for the Customer, its holding company and/or its ultimate holding company.

The Customer shall immediately inform the Bank if the above is not true and correct and provide the Bank with the names of the Connected Parties and their relationship thereto.

26. NOTICE

27.1 Any claim or notices to the Customer under this Terms and Conditions shall be in writing and can be signed by the General Manager, Manager, or authorized Bank officer or any solicitors or law firms acting on behalf of the Bank. Claim or notice (including the writ of summons and legal claims) shall be delivered to the Customer by prepaid registered post or delivered personally to the Customer's address as stated in the application or to the Customer's usual or last known place of business, employment or residence. Any of the claims or notices if delivered via post shall be considered received by the Customer seven (7) calendar days after postage AND delivery by person considered received on delivery time.

26.2 Any notices that need to be given to the Bank under this Terms and Conditions shall be in writing and signed by the Customer. The notice can be delivered to the Bank by post or delivered personally to the Bank at the address stated herein or other address as informed by the Bank to the Customer and will only be considered delivered to the Bank on the date of the actual receipt by the Bank.

26.3 Any writ, notice, statement, reminder or certificate (hereinafter referred to as "**Said Document**") given by the Bank shall not require signature of any Bank officer where it has been stated in the Said Document that it is computer generated and does not require any signatures.

27. LIABILITY

27.1 The Bank will be compensated by the Customer for any claims, losses, damages, costs and expenses incurred by the Bank as a result of any Takaful remittance.

27.2 The Bank may refuse to accept the application of Facility and the Bank shall not be made liable for any loss resulting from the refusal.

28. INDEMNITY

28.1 The Bank will not be liable for and deny all liabilities for any losses, damages, costs and expenses that might be suffered or incurred by the Customer as a result of the approval of this Facility save and except where such losses, damages, costs and expenses are directly attributable to the Bank's gross negligence, wilful default and misconduct.

29. FORCE MAJEURE

29.1 The Bank shall not be held liable for any failure to carry out its obligations due to direct/indirect acts that is beyond the control of the Bank including natural disasters such as flood, typhoon, hurricane, storm, tempest,

volcanic eruption, earthquake, landslide, landslip, subsidence or sinking of the soil or earth or acts of public unrest such as strikes, lock out, industrial disturbances, riots, wars, each of which is beyond the control of neither Party or such other event, condition or circumstances of similar nature as may be classified as Force Majeure by the Bank from time to time.

30. ANTI-MONEY LAUNDERING, ANTI-TERRORISM FINANCING AND PROCEEDS OF UNLAWFUL ACTIVITIES ACT 2001 (“AMLATFA”) AND THE STRATEGIC TRADE ACT 2010 (“STA”)

30.1 The Customer represents and warrants that:

- (a) unless and until the Customer notifies the Bank to the contrary in writing:
 - (i) the Customer is the principal debtor in relation to the Facility;
 - (ii) no person other than the Customer has or will have any interest in the Facility; and
 - (iii) all monies which will be paid to the Bank, all collaterals and/or guarantees in favor of the Bank to secure the Facility (if any) shall come from a lawful source of activity and not unlawful activities, as defined under the AMLATFA or in contravention of the STA.
- (b) on notification that the Customer is an intermediary for other persons:
 - (i) the Bank may require, and the Customer agrees and undertakes to provide verification of the identity of the beneficiary and such other information as the Bank may require, including but not limited to certified true copies of any authorization to act or documents that may be required for the purposes of verifying the information provided by the Customer, of which the copies may thereafter be retained by the Bank;
 - (ii) the Customer further declares and certifies that the necessary “know-your-customer” checks have been conducted including but not limited to the identity, existence, address and nature of the business of the beneficiary, and it is confirmed by the Customer that the monies, funds or collateral are from a lawful source of activity and not unlawful activity under the AMLATFA or in contravention of the STA; and
 - (iii) it is further hereby clearly agreed and understood that the provision of details of the Customer’s beneficiary shall not make the Customer’s beneficiary a client of the Bank and the Bank shall be entitled to hold the Customer as the principal debtor.

30.2 In addition to Clause 30.1 (a) and (b) hereof, the Customer hereby agrees and undertakes irrevocably and unconditionally that:

- (i) the Customer shall disclose and furnish to the Bank any information required or deemed necessary and to the satisfaction of the Bank in a timely manner within the period specified by the Bank, whether or not for purposes of complying with laws, rules, regulations, directives and guidelines of BNM and/or given, made or established by the Bank;
- (ii) pending receipt of information by the Bank from the Customer and until received and verified thereof to the satisfaction of the Bank and/or the relevant authorities, the Bank shall neither be obliged to proceed with any transactions or disbursements nor accept any monies, funds or collateral (“Assets”). In relation to Assets already in the possession of the Bank, the Bank shall be entitled (and authorised) to retain the Assets for the time being; any Assets requested to be returned to the Customer or any other party shall be returned to the Customer or any other party after the Bank receives satisfactory clearance from the relevant authorities;
- (iii) the Customer will not use the Facility for money laundering or violate any laws relating to money laundering under the AMLATFA or in contravention of the STA; and
- (iv) in no event shall the Bank or companies within the AmBank Group be liable for any direct, indirect, consequential or any losses whatsoever or howsoever arising or by reason of the Bank’s exercise of its duties under the laws for the time being in force, in particular but not limited to its statutory duties under the AMLATFA or STA.

30.3 In the event the payment of the outstanding Bank’s Selling Price by the Customer is at any time or from time to time after the release and discharge of the Customer’s obligations in this Agreement by the Bank, found to be from an unlawful source of activity or instrumentalities of an offence as defined under the AMLATFA or in contravention of the STA, the Customer agrees and acknowledges that:-

- (i) the release and the discharge of the Customer’s obligations under this Agreement shall be automatically deemed to be invalid from the date it is established that the source of payment of the outstanding Bank’s Selling Price falls within the ambit of the AMLATFA or in contravention of the STA and the Customer shall

- continue to be liable to the Bank under the terms of this Agreement notwithstanding any document issued and/or executed by the Bank to release and discharge the Customer; and
- (ii) the Customer shall indemnify the Bank for any losses, damages, costs, fees and charges incurred by the Bank as a result of contravention by the Customer of the provisions of the AMLATFA and/or the STA.

31. LAWS

31.1 This Terms and Conditions shall be subject to and interpreted according to the laws of Malaysia and the parties hereby agree to be subjected to the jurisdiction of the Court of Malaysia.

32. SUCCESSORSHIP

32.1 This Terms and Conditions shall be binding upon the successors, representatives and replacement (if required) of the parties herein.

33. PRIVACY

33.1 The Customer is hereby reminded to read and understand the Privacy Notice of AmBank Group (which is available at www.ambankgroup.com) and the Customer is to be bound by the Privacy Notice of AmBank Group and the Clauses herein, related to the processing of the Customer's personal information. For avoidance of doubt, the Customer agrees that the Privacy Notice is considered merged by referring to the Application Form and this Terms and Conditions.

33.2 If the Customer gives personal and/or financial information to a third party, including information related to their family and dependents (for individual Customer) for the purpose of opening or undertaking a Facility with the Bank or otherwise subscribing to products and services of the Bank, the Customer hereby:

- (a) confirms that he has been authorized or otherwise entitled to give information to the Bank and for use of the Bank in accordance with the Application Form and this Terms and Conditions and to give information regarding products, services and offers (including products, services and offers from AmBank Group) which the Customer and AmBank Group believe may be important and beneficial to them;
- (b) agrees to ensure that the third party's personal and financial information are correct;
- (c) agrees to update in writing if there is any changes to the personal and financial information; and
- (d) agrees to the Bank's right to terminate the Facility if the permission is withdrawn by any of the third parties.

33.3 Additionally, but always subject to any laws, (including rules, guidelines and/or obligations) applicable for the Bank (whether in or out of Malaysia), the Customer agrees any other company in AmBank Group and any of their strategic business partner(s) may contact the Customer regarding any product, service and/or offer, in which the Bank and AmBank Group believe may be important and beneficial to the Customer.

33.4 The Bank and AmBank Group may communicate with the Customer using various channels, including telephone, email, electronic/mobile message, facsimiles or post, to the contact information provided by the Customer.

33.5 The Customer may inform the Bank at any time should the Customer opt to not to receive any form of communication in relation to the marketing of the Bank, AmBank Group and/or their strategic business partner(s), by contacting Customer Service Officer of the Bank via these various means:

AmBank Islamic Berhad Contact Center – One Stop Resolution

Operation Hour: 7am-11pm

Telephone: 03 – 2178 8888

E-mail: customercare@ambankgroup.com

Post: AmBank Contact Centre

Level 18, Menara AmBank,

No. 8, Jalan Yap Kwan Seng,

50450 Kuala Lumpur

33.6 The latest written instruction from the Customer is applicable. The Customer agrees that some of the communications such as statements on the Facility to the Customer and the AmBank Group website may contain general information regarding other products and services of the Bank and AmBank Group which cannot be removed without affecting delivery/operation part of the Facility and/or without any additional cost to the Customer.

33.7 The Bank may use a credit reporting agency to assist in its decision-making processes, such as when the Bank is required to:

- (a) check the details of the Facility application, financing and financing-related or other Facility given to the Customer;
- (b) manage and check the Facility; and/or
- (c) recover debt from the Customer.

(i) The Customer will be linked with the credit reporting agency to other name used or may have been used by the Customer, and any applicants either jointly or separately. The Bank may also share information of any successful applicants and how the Customer manages the Facility with the relevant credit reporting agency.

(ii) Notwithstanding that the Customer has given the information to the Bank, the Customer has the option to withdraw a prior given permission. In that situation, the Bank is entitled to refuse or stop the granting of any Facility linked to the information.

34 Amendments/Variations

34.1 Under limited circumstances where it is reasonably expedient and necessary including but not limited for the purposes of compliance of any legislation or regulatory guidelines applicable to the Facility, or where there is manifest error which is not directly or indirectly caused by the Bank, the Bank is entitled to amend the Clauses under this Agreement from time to time by giving prior notice of twenty-one (21) calendar days to the Customer.

34.2 The Bank shall provide the abovementioned notice to the customer through any one / more of the following means:

- (i) notice on the notice board / any conspicuous section of the Bank's branches;
- (ii) notice on the display screen of the Bank's electronic terminals;
- (iii) notice on the Bank's website;
- (iv) notice in the periodic statement of account sent to the Customer;
- (v) notice in writing in the Bank's preferred format to the Customer's address as per the Bank's records; and/or
- (vi) notice by any other means as the Bank thinks fit and acceptable to the vulnerable Customer.

34.3 If the Customer is not agreeable to the amended terms and conditions of this Agreement, the Customer shall notify the Bank in writing of the same within twenty-one (21) calendar days from the date of notice by the Bank and redeem the Facility by paying the Secured Amounts and all sums due to the Bank in full.

34.4 In the event the Customer continues to maintain the Facility, twenty-one (21) calendar days after the notice of any amendment to the terms and conditions of this Agreement by the Bank, the Customer shall be deemed to have accepted the amendments to the terms and conditions of this Agreement.

34.5 Such amendments and variations shall be deemed to become effective as at the date stated in the notification and the relevant provisions of this Agreement shall be deemed to have been amended or varied accordingly.

35. SERVICE OF LEGAL PROCESS

35.1 Parties hereby agree that the service of any Writ of Summons or any legal process in respect of any claim arising out of or connected with these Terms and Conditions may be effected by forwarding a copy of the same by prepaid registered post and a copy of the same by ordinary post to the Customer address(es) stated in the Facility application form or to such other address(es) notified by the Customer to the Bank from time to time, and/or the Bank's address stated herein or the Banks' registered address with Bank Negara Malaysia, as the case may be.

36. OTHER CONDITIONS

- 36.1** The use of this Facility is subjected to this Terms and Conditions. When applying for this Facility, the Customer is fully responsible to read thoroughly and understand this Terms and Conditions.
- 36.2** The Customer confirms that he had never relied to anything advised, represented or promised by employees or the Bank's representative that is not stated clearly in this Terms and Conditions. The Customer is reminded to obtain his/her own independent legal advice.
- 36.3** The Bank can use any rights, powers and/or remedies available, whether stated herein or given to the Bank by law. All rights and powers of the Bank under the laws and equities can be used even if the rights and powers overlapped with rights and powers given under this Terms and Conditions. If the Bank does not take any actions when it has the rights to, it SHALL NOT mean that the Bank:
- (i) agreed to the Customer's breaches; or
 - (ii) forfeited its rights; or
 - (iii) is prohibited from taking any actions afterward.
- 36.4** Where the Bank has clearly waived the Customer's breach, it will not affect any enforcement of the Bank's rights, powers and remedies for any other breaches committed by the Customer, whether it happens before or after the waiver. Without prejudice to Clause 34.1 above, the Bank has the right under limited circumstances where it is reasonably expedient and necessary (for instance but not limited to, due to change in law and/or regulation or manifest error which is not directly or indirectly caused by the Bank), by giving twenty-one (21) calendar days prior written notice to the Customer to add, change, sever, modify, replace or amend all or any parts of this General Terms and Conditions or replacing the Facility in total or in part with other scheme whether similar or not, or withdraw the facility entirely.
- 36.5** The Customer is required to visit the website www.ambankgroup.com to obtain the latest Terms and Conditions.
- 36.6** Any complaints that the Customer may have against the Bank in relation to any matters arising hereunder may be lodged at the following address:-

AmBank Islamic Berhad Contact Center – One Stop Resolution

Level 18, Menara AmBank
No. 8, Jalan Yap Kwan Seng
50450 Kuala Lumpur
Contact Number : 03 – 2178 8888
Email : customercare@ambankgroup.com

- 36.7** In the event the complaint by the Customer is unresolved by the Bank or the Customer is unsatisfied with the Bank's decision in respect of the complaint, the Customer may refer the matter to:

Bank Negara Malaysia - BNMLINK at:

Address: 4th Floor, Podium Bangunan AICB, No.10, Jalan Dato' Onn, 50480 Kuala Lumpur.
Tel: 1 300 88 5465
Fax: +603 2174 1515
Website : bnm.gov.my/BNMLINK [bnm.gov.my]

Remark: The Bahasa Malaysia version of the Terms and Conditions is also available.