

# PRODUCT DISCLOSURE SHEET

Date:

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on your Murabahah Working Capital Financing-i (MWCF-i). Other customers have read this PDS and found it helpful, **you should read it too.**

## 1 WHAT IS MURABAHAH WORKING CAPITAL FINANCING-i (MWCF-i)

**Murabahah Working Capital Financing-i (MWCF-i)** is an Islamic financing facility whereby the Bank purchases goods and retains ownership (beneficial title), while the buyer/importer takes physical possession of the goods as the Bank's agent or trustee. The goods are then sold to the buyer at a pre-agreed cost plus profit margin on a deferred payment basis, allowing the buyer to use or sell the goods while the Bank maintains ownership until full settlement.

The buyer / importer will dispose of the goods and pay the Bank (cost plus profit) out of the proceeds of the sales on or before the maturity of the MWCF-i. MWCF-i is strictly for the financing of working capital requirements and must not be used to finance the purchase of fixed assets i.e. plant and machinery.

The minimum tenor of financing is 30 days while the maximum period must not exceed the approved financing tenor generally subject to a maximum period of one hundred and eighty (180) days. MWCF-i financing is in Ringgit Malaysia and the eligible margin of financing is 100% value of the invoice or part thereof. The Bank allows you to finance under Outwards Letter of Credit-i, Financing under Collection (Inwards Bills Collection) and Direct Financing (Open Account) through MWCF-i. MWCF-i allows you to take possession of the goods and convert the goods into cash prior to maturity of the MWCF-i. Under MWCF-i, the customer is appointed as the purchasing agent for the Bank. The required goods would be purchased by the customer on deferred terms depending on the facility tenor at an agreed price which includes the Bank's profit.

The Shariah contract applicable is Murabahah. Under the contract of Murabahah, you will be appointed as the Bank's agent to purchase / import goods which will be sold to you subsequently as principal at a sale price on deferred payment terms.

## 2 KNOW YOUR OBLIGATIONS

Financing Product Features	
<b>Financing Amount</b>	Minimum : RM 5,000.00 : Maximum : As per financing limit approved by BMMB, not exceeding the invoice amount
<b>Margin of Financing</b>	: Up to 100% of the invoice or value of the bill or as specified in Letter of Offer.
<b>Financing Tenor</b>	: Up to 180 Days
<b>Profit Rate</b>	: <ul style="list-style-type: none"> <li>Fixed Rate</li> <li>The facility profit rate based on daily rest will be quoted by the Bank on the intended day of the utilization of the facility based on the tenor requested by the customer.</li> <li>The facility's profit rate, comprising the Base Financing Rate (BFR)/Cost of Funds (COF) and the spread, will be fixed for the duration of the financing tenure as requested by the customer.</li> </ul>

It is your responsibility to:



Read and understand the **key terms** in the **contract** before you sign it.



Legal action may be taken against you if you do not keep up with payments of your Murabahah Working Capital Financing-i (MWCF-i) Facility.



**Contact us immediately** if you are unable to pay the monthly instalment.

Illustration	
<b>Selling Price Method</b> $SP = [C + (C \times R \times T / 365)]$	$SP = [100,000 + 100,000 \times 3\% \times 90 / 365]$ $= 100,000 + 739.73$ $= RM 100,739.76$
Where: SP : Selling Price C : Cost of goods to be financed R : Annual profit margin T : Tenor	Where : SP: Selling Price C : RM 100,000 R : 3% T : 90 days *Note: Profit is calculated on 365 days.

Fees & Charges	Amount
<b>Stamp Duty</b>	As per the Stamp Act 1949 (Revised 1989), subject to any stamp duty exemption or remission orders.
<b>Profit Rate</b>	As spelt out in Letter of Offer
<b>Late Payment Charges</b>	1% p.a. on the overdue instalments on default payment during financing tenor and before maturity; OR a sum equivalent to the BNM's Islamic Interbank Money Market (IIMM) Rate on the balance principal amount outstanding on default payment which exceeded the maturity date.

- Kindly refer to our website at [www.muamalat.com.my](http://www.muamalat.com.my) for details of fees and charges.
- \*The fees and charges are subject to the service tax (8%) imposed under the Service Tax Act 2018 (as amended) where applicable.

**If you wish to settle your financing early you should know:**

- You will receive a rebate (Ibra') on deferred profit according to Shariah principles.
- The rebate is final and binding.
- The Bank calculates the rebate based on early settlement and total payments made.
- No lock-in period is imposed
- Ibra' formula: Outstanding Selling Price - Outstanding Principal - Amount Due to the Bank - Reduction of Ibra'

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### 3 KNOW YOUR RISKS

#### What are the major risks?

The MWCF-i may be offered to you based on a fixed rate. Should there be a reduction in the Bank's Cost of Funds (COF), you will not be able to enjoy any reduction in your current financing rate. The pricing (profit rate) can be quoted at BFR plus spread depending on your financial strength and the Bank's credit evaluation.

The Bank's Effective Profit rates offered may vary during the tenor of the financing for the facility with a variable rate. However, the Bank's Effective Profit rate should not exceed the Ceiling Rate.

#### What happens if you ignore your obligations?

- In the event of late or default payment, you may be charged compensation (Ta'widh) which is 1% p.a. on the overdue instalments on default payment during financing tenor and before maturity; OR a sum equivalent to the BNM's Islamic Interbank Money Market (IIMM) Rate on the balance principal amount outstanding on default payment which exceeded the maturity date.
- We may deduct money from any account you have with us to set off your outstanding balance.
- We may take legal action against you.
- Your credit score may be affected leading to credit being more difficult or expensive to you.

### 4 OTHER KEY TERMS

- It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.
- As for Collateral, it will be subjected to the Bank's decision.
- Right to set-off: The Bank is entitled to set-off any outstanding amount due in this financing account from any of your credit balances in your accounts maintained with the Bank. The Bank will notify you at least seven (7) calendar days in prior.
- Your business/company will need to make payment the full value of the selling price amount as stated in the Murabahah Contract Note on the maturity date with relevant fees and charges as available in Trade Finance.

If you have any questions or require assistance on your Murabahah Working Capital Financing-i (MWCF-i), you can:



Call us at:  
03-26005500



Visit us at:  
[Murabahah Working Capital Financing-i \(MWCF-i\).](#)



Email us at:  
[feedback@muamalat.com.my](mailto:feedback@muamalat.com.my)

#### Customer's Acknowledgment

Ensure you are filling this section yourself and are aware of what you are placing your signature for.

- ☐ I acknowledge that Bank Muamalat has provided me with a copy of the PDS.
- ☐ I have read and understood the key information contained in this PDS.

*\*A customer's acknowledgement of this PDS shall not prejudice his/her rights to seek redress in the event of subsequent dispute over the product terms and conditions.*

Name:

Date:

The information provided in this product disclosure sheet is valid effective: **1<sup>st</sup> January 2026.**