

PRODUCT DISCLOSURE SHEET

Date:

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on Negotiable Islamic Debt Certificate (NIDC). Other customers have read this PDS and found it helpful, **you should read it too.**

1 KNOW YOUR NEGOTIABLE ISLAMIC DEBT CERTIFICATE (NIDC)

Negotiable Islamic Debt Certificate (NIDC) refers to a certificate representing the placement of a sum of money deposited with Bank and payable to the bearer on a specified future date at the nominal value/principal of the NIDC. The principal amount is guaranteed if it is held to maturity. This product is **NOT protected by Perbadanan Insurans Deposit Malaysia (PIDM) due to its negotiable features.**

NIDC is offered either based on the Shariah concept of Tawarruq or Bai' `Inah. Tawarruq consists of two sale and purchase contracts. The first involves the sale of an asset by a seller to a purchaser on a deferred basis. Subsequently, the purchaser of the first sale will sell the same asset to a third party on a cash and spot basis. The customer may request to take possession and delivery of the purchased Commodity, in which case all related costs and expenses shall be borne solely by the customer. As a result, the Customer shall receive commodity from the Commodity Supplier and no NIDC placement will be placed with the Bank.

Bai' `Inah refers to an arrangement that involves sale of an asset to the purchaser on a deferred basis and subsequent purchase of the asset at a cash price lower than the deferred sale price or vice versa, and which complies with the specific requirements of Bai' `Inah.

Product Features							
Tenure	Minimum: 1 month Maximum: 5 years						
Deposit Amount	Minimum amount of RM5,000,000-00 and maximum amount as deemed acceptable by the Bank.						
Issuance	Price basis: at par, premium or discount						
Profit margin	To be determined (% per annum)						
Profit Payment Frequency	<table border="1"> <thead> <tr> <th>NIDC Tenure</th> <th>Profit Payment Frequency</th> </tr> </thead> <tbody> <tr> <td>Up to 1 year</td> <td>Profit paid on maturity date</td> </tr> <tr> <td>Above 1 year and up to 5 years</td> <td>Quarterly/ Half-yearly/ On Maturity</td> </tr> </tbody> </table>	NIDC Tenure	Profit Payment Frequency	Up to 1 year	Profit paid on maturity date	Above 1 year and up to 5 years	Quarterly/ Half-yearly/ On Maturity
	NIDC Tenure	Profit Payment Frequency					
Up to 1 year	Profit paid on maturity date						
Above 1 year and up to 5 years	Quarterly/ Half-yearly/ On Maturity						
Profit proceeds calculation	Placement amount x Profit Rate (%) x Tenure/365 days						

You should read and understand the terms and conditions of this product:



If you withdraw your money before the maturity date, you may lose part of your initial deposit amount.



We may terminate or redeem the NIDC prior to the maturity date. The nominal amount of the terminated or redeemed portion will be returned to you together with any accrued profit.

2 KNOW YOUR COSTS

Fees and Charges

NIL

Important Note:

It is important that you inform the Bank on any changes to your contact information to ensure that all correspondences reach you in a timely manner. Please visit our branches to update your contact details.

If you have any questions or require assistance on your Negotiable Islamic Debt Certificate (NIDC), you can:



Call us at:
03-26005500



Visit us at:
[Negotiable Islamic Debt Certificate \(NIDC\)](#)



Email us at:
feedback@muamalat.com.my

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3 KNOW YOUR RISKS

RISKS		BENEFITS
What happens if you ignore your obligations?		How do I redeem the NIDC after it matures?
Type of Risk	Details	Upon maturity of the Negotiable Islamic Debt Certificate (NIDC), the holder is required to present the matured certificate to the Bank for redemption. Upon such presentation, the Bank will pay the holder the principal amount together with any profit (if applicable), in accordance with the terms and conditions of the NIDC.
Market Risk	It refers to the potential impact of adverse price movements (e.g. profit rate, foreign exchange rates or equity prices, where applicable) on the economic value of an asset.	
Credit and Liquidity Risk	It refers to the potential loss arising from the Bank's inability to meet its obligations in accordance with agreed terms and conditions.	
Reminder: You should understand and consider all risk factors carefully before making an investment decision		Reminder: Past performance is not indicative of future performance

4 OTHER KEY TERMS

Terms & Conditions	
Items	Details
Early withdrawal	Any withdrawal of the NIDC prior to the maturity date will be at price that will be published by the issuer and may result in a partial loss of the deposit amount
Redemption of NIDC by Bank	It is callable at prevailing market rate.
Should you require additional information on this product, kindly refer to the product brochure that is available at all our branches and at our website at www.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: _____

WARNING:

THIS PRODUCT IS PRINCIPAL GUARANTEED BY THE ISSUING BANK UPON MATURITY ONLY. IF THE PRODUCT IS REDEEMED OR SOLD PRIOR TO MATURITY, CUSTOMER MAY LOSE PART OF THE INITIAL DEPOSIT AMOUNT. THE RETURNS ON THIS PRODUCT ARE UNCERTAIN AND CUSTOMER RISKS EARNING NO RETURNS AT ALL. THIS PRODUCT IS NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA