Bank Muamalat

PRODUCT DISCLOSURE SHEET

Date:

Dear Customer,
This Product Disclosure Sheet (PDS) provides you with key information on your Term Investment Account-I (TIA).
Other customers have read this PDS and found it helpful, **you should read it too.**

1 WHAT IS TERM INVESTMENT ACCOUNT-i (TIA)

Term Investment Account-i ("TIA") is an unrestricted investment account product based on the Shariah concept of Wakalah Bi Al-Istithmar. The customer, who is known as the Investment Account Holder (IAH), will be the capital provider who appoints the Bank as an agent and places the investment amount to be managed by Bank Muamalat Malaysia Berhad (the "Bank"). Any profit generated up to the Expected Profit Rate (EPR) shall be credited to the IAH, and profit in excess of the EPR shall be credited to the Bank, if any. Bank shall retain any excess as a performance fee (if any) with the IAH expressly waiving their right (tanazul) to any profit above the EPR. Profit for the IAH is derived from the performance of the allocated Portfolio Asset originated by and presently recorded as asset in the book of the Bank.

The product is structured under the concept of Wakalah Bi Al-Istithmar. Wakalah is a contract where a party, as principal (muwakkil) authorises another party as his agent (wakil) to perform a particular task on matters that may be delegated, with or without imposition of fee. Under Wakalah Bi Al-Istithmar, the Wakalah contract is entered into for the purpose of investment.

2 KNOW YOUR OBLIGATIONS

Illustration

$$\text{Profit} = \frac{\text{Investment Amount} \times \text{Actual Profit Rate} \times \text{Tenor (No. of Days)}}{365 \text{ or } 366}$$

Investment Amount	: RM 10,000
Tenor	: 3 months
Date of Investment	: 15 December 2023
Date of Maturity	: 14 March 2023
Number of Days	: 91 days
Expected Profit Rate (EPR)	: 3.00%

Scenario 1: Actual Profit Rate exceeds EPR

Actual Profit Rate	: 3.20%
15 December 2023 to 31 December 2023	
Days	: 17 days
Profit proceeds for IAH	: RM 10,000 × 3.00% x 17/365 = **RM 13.97**
1 January 2024 to 14 March 2024	
Days	: 74 days
Profit proceeds for IAH	: RM 10,000 × 3.00% x 74/366 = **RM 60.66**
Total Profit proceeds for IAH	: RM 13.97 + RM 60.66 = **RM 74.63**
Total Investment + Profit	: RM 10,000 + RM 74.63 = **RM 10,074.63**

Scenario 2: Actual Profit Rate is less than EPR

Actual Profit Rate	: 2.70%
15 December 2023 to 31 December 2023	
Days	: 17 days
Profit proceeds for IAH	: RM 10,000 × 2.70% x 17/365 = **RM 12.58**
1 January 2024 to 14 March 2024	
Days	: 74 days
Profit proceeds for IAH	: RM 10,000 × 2.70% x 74/366 = **RM 54.59**
Total Profit proceeds for IAH	: RM 12.58 + RM 54.59 = **RM 67.17**
Total Investment + Profit	: RM 10,000 + RM 67.17 = **RM 10,067.17**

It is your responsibilities to:

- Read and understand the **key terms** in the contract before you sign it
- **Contact us immediately** if you encounter any problem with your account.

Eligibility

Individual:

- Open to residents and non-residents who have attained the age of 18 years and above.
- Trust Account for children below 18 years old (minors).

Non-Individual:

- Businesses and other entities.

Note:

- Joint account is allowed.
- For children below eighteen (18) years old (minors), the account must be opened and operated by their parent or legal guardian upon providing the Birth Certificate/MyKid.
- The IAH, is subject to IAH Suitability Assessment.
- The Bank's standard account eligibility is also applicable to TIA account opening.

Return Objective

The returns or profit, if any, is dependent on the performance of the allocated Portfolio Asset. The profit will be distributed to the IAH up to the EPR, if any.

Key Term on the Investment

a) The minimum investment amount is RM 5,000 for tenor of 1 month; and RM 1,000 for tenor of 3, 6, 9 and 12 months. The investment placements must be made in thousands (for example, RM1,000, RM2,000, RM3,000 and so on), subject to meeting the minimum placement amount according to the respective tenor and there is no maximum investment amount.

b) Renewal shall be regarded as a new investment of TIA and the EPR will be based on the prevailing EPR at the point of renewal.

c) The investment tenors are 1 month, 3 months, 6 months, 9 months and 12 months.

d) It is a non-principal guaranteed investment product.

e) Profit payment shall be at maturity or at any other interval options offered by the Bank from time to time.

f) Expected Profit Rate (EPR) shall be published and regularly updated at www.muamalat.com.my.

g) The investment return (if any) shall reflect the prevailing expected or actual returns (whichever is lower) at the point of maturity.

PRODUCT DISCLOSURE SHEET

Date:

3 KNOW YOUR RISKS

What are the risks?
You should carefully consider the following risks before making any investment decision.

Risk Type	Description
Market Risk	The value of assets may be affected by market changes such as profit rates, currency or prices.
Liquidity Risk	The Bank may face difficulty meeting early redemption requests in a timely manner.
Credit Risk	Funded assets may go into default, reducing investment returns.
Legal Risk	Changes in laws or regulations may affect investment terms or cause early termination.
Capital Loss Risk	You may lose part or all of your investment capital.
Shariah Non-Compliance Risk	There is a risk of non-compliance with rulings or guidelines issued by the Shariah authorities.

Valuation
In accordance with the Investment Account Guidelines, the valuation shall be performed on a monthly basis. The recognition and measurement criteria of the valuation are based on the Malaysian Financial Reporting Standards (MFRS).

4 OTHER KEY TERMS

Investment Objective
To provide moderate and consistent returns (if any) by investing in retail financing portfolio with low to moderate risk.

Investment Strategy
The Investment Fund will be invested by the Bank into retail financing assets. The Bank reserves the right to change the Investment Asset financing accounts allocation at any time when necessary to preserve the Investment Fund. The liquidity risk management strategies are aligned with the Bank's established liquidity framework and policies.

Investment Principal
The principal and returns of this investment are not guaranteed.

Redemption
- Partial redemption is not allowed.
- You may redeem your investment before maturity. However, early redemptions are not entitled to any profit. At the Bank's discretion, you may receive a gift (hibah) of up to 1% if you provide a notice period of thirty-one (31) days before redemption. No profit will be paid for investments with a tenor of one (1) month or less. You agree to waive (tanazul) any right to profit from the Bank.

If you have any questions or require assistance on your Term Investment Account-i (TIA), you can:

Call us at:	Visit us at:	Email us at:
03-26005500	Term Investment Account-i (TIA)	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:

IMPORTANT/DISCLAIMER:
THIS IS AN INVESTMENT ACCOUNT PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS, AND IS NOT A DEPOSIT PRODUCT. NO RETURNS AT ALL. IF THE INVESTMENT IS REDEEMED EARLY, IAH MAY SUFFER LOSSES IN PART OR THE ENTIRE PRINCIPAL SUM INVESTED. THIS INVESMENT ACCOUNT IS NOT PROTECTED BY PIDM.

The information provided in this product disclosure sheet is valid effective: **21 October 202**