

PRODUCT DISCLOSURE SHEET

Date:

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on Foreign Currency Trade Financing-i (FCTF-i) - Import/Purchase Financing. Other customers have read this PDS and found it helpful, **you should read it too.**

1 WHAT IS FOREIGN CURRENCY TRADE FINANCING-i (FCTF-i) – IMPORT/PURCHASE FINANCING

Foreign Currency Trade Financing-i (FCTF-i) - Import/Purchase Financing is a short term advance facility which allows the customer to finance both Malaysian Ringgit (MYR) and foreign currency (FCY) denominated trade transactions. FCTF-i (Import/Purchase Financing) is used to finance trade transactions conducted under Documentary Credit, Documentary Collection and Open Account methods. It is available to Importers to finance their transactions under sight or usance payment terms.

FCTF-i (Import/Purchase Financing) is a trade financing product made available to importer customers to obtain MYR and FCY financing for:-

- Trade transactions denominated in FCY;
- Trade transactions denominated in MYR.

This product becomes an attractive alternative financing when the foreign currency profit rates are lower compared to our local currency profit rates. The Shariah contract applicable is Murabahah. Murabahah refers to a sale and purchase of an asset where the acquisition cost and the mark-up are disclosed to the purchaser. Under the contract of Murabahah, you will be appointed as Bank Muamalat Malaysia Berhad ("BMMB")'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

Obligations

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.

It is your responsibilities to:



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



Pay your obligations accordingly to avoid any difficulties in future transaction. Speak to us if any dispute arises.



Contact us immediately if you encounter any difficulties in using this product or its services.

Financing Product Features

| | | |
|----------------------------|---|---|
| Financing Amount | : | Minimum: No minimum amount Maximum: As per the financing limit approved by BMMB, not exceeding the invoice amount. |
| Margin of Financing | : | Up to 100% of invoice or value of the bill or as specified in Letter of Offer. |
| Financing Tenor | : | Up to 180 days. |

| | | |
|---------------------------|---|--|
| Actual Profit Rate | : | <ul style="list-style-type: none"> • Fixed rate. • The facility profit rate based on daily rest will be quoted by BMMB on the intended day of the utilization of the facility based on the tenor requested by the customer. • The facility profit rate is determined based on BMMB's Cost of Fund (COF) or prevailing rates for the respective currency plus a spread (as determined in the Letter of Offer) and will be fixed for the duration of the financing tenor. |
|---------------------------|---|--|

Selling Price Method

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

| Fees & Charges | Amount |
|----------------------------|---|
| Stamp Duty | As per the Stamp Act 1949 (Revised 1989), subject to any stamp duty exemption or remission orders. |
| Direct Presentation | 0.1% of amount finance (MYR and Foreign Bill) <ul style="list-style-type: none"> • Minimum RM50 • Maximum RM500 |
| Handling Charges | SME: RM85.85 Non SME: RM100.00 |
| Profit Rate | As spelt out in Letter of Offer. |

- Kindly refer to our website at www.muamalat.com.my for details of fees and charges.
- For financial consumers including Small Medium Enterprise (SME) customers, BMMB will communicate to you at least twenty-one (21) calendar days prior to the effective date of implementation if there are any changes in fees and charges that are applicable to this product.
- The fees and charges are subject to the service tax (8%) imposed under the Service Tax Act 2018 (as amended), where applicable.

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

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

3 KNOW YOUR RISKS

What happens if you ignore your obligations?

- a) You pay more in total due to late payment charges (compensation charges/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.
- b) We may take legal action against you.
- c) Your credit score may be affected leading to credit being more difficult or expensive to you.
- d) Right to set-off: For financial consumers including Small Medium Enterprise (SME) customers, BMMB is entitled to set-off any outstanding amount due in this financing account from any of your deposit accounts maintained with BMMB, which we will notify you at least seven (7) calendar days in advance.

4 OTHER KEY TERMS

- a) As for collateral, it will be subjected to the Bank's decision.
- b) The FCTF-i is offered to you based on a fixed rate. This rate is determined based on BMMB's Cost of Funds (COF) or prevailing rates for the respective currency, plus a spread as determined in your Letter of Offer. Please note that because this is a fixed rate, you will not enjoy any reduction in your financing rate should there be a subsequent reduction in BMMB's COF.

If you have any questions or require assistance on your Foreign Currency Trade Financing-i (FCTF-i), you can:



Call us at:
03-26005500



Visit us at:
[Foreign Currency Trade Financing-i \(FCTF-i\) - Import/Purchase Financing](#)



Email us at:
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 BMMB 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: **1st January 2026.**