



# **FEES AND CHARGES**

## **BOOKLET**

*Version October 2018*

## **FEES AND CHARGES**

**Note:** *Fee charged to Corporate/SME Clients shall be in accordance with the applicable guidelines issued by Bank Negara Malaysia.*

### **1.1 Processing Fee**

- (a) The Bank levies a processing fee at 0.15% of the facility amount or RM10,000.00, whichever is higher, unless exempted/reduced by the Approving Authority. The said fee is to be paid before disbursement.
- (b) Processing fee is exempted in cases where the fund provider has imposed that no processing fee is to be charged when utilizing its fund.
- (c) The earnest deposit shall not be imposed on client.
- (d) The calculation of processing fee shall exclude the financing amount of interest/profit during grace period (during moratorium or part payment of interest/profit).

The processing fee is subject to taxes, where applicable.

### **1.2 Bank Guarantee (BG) / Islamic Bank Guarantee (BG-i) Fee**

The Bank may issue guarantee as a facility and the fee to be levied is payable in advance at 1.5 % per annum or 0.125% per month or apart on the guaranteed amount for the duration guaranteed, unless varied by the Approving Authority.

The fee is subject to taxes, where applicable.

### **1.3 Letter of Credit Fee/Commission**

For the issuance of Letter of Credit (LC) by BPMB's banker on behalf of BPMB's client, the Bank charges/Ujrah shall be charged at the following rate:-

- (a) 0.10% per month on the amount of LC or minimum of RM100.00.
- (b) RM100.00 for processing fee of LC.
- (c) RM100.00 fee for utilization of Foreign Exchange Line.
- (d) Other administrative/incidental costs charged by the Issuing Bank.
- (e) 0.20% per month on the amount of Shipping Guarantee for the period of three (3) months or a minimum of RM10.00 and additional 0.10% per annum if the Shipping Guarantee is not returned to the Bank after three (3) months.
- (f) RM50.00 on every request for changes to terms of LC (if any).

The above fees (a), (b) and (c) to be paid in advance prior to the issuance of Letter of Credit. The LC fee is subject to taxes, where applicable.

The LC Fee/Commission under (a) shall be shared with the Issuing Bank whereby the quantum of the sharing is subject to negotiation with the Issuing Bank.

#### **1.4 Fee for Bai' Tawarruq Financing**

- (a) Transaction fee of RM15 per RM1,000,000 or any other rate imposed by Bursa Suq Al-Sila' (BSAS) are to be paid by Client.
- (b) Wakalah (agency) fee of RM5,000 to be charged to "*Pemberi Wakil*" e.g. Syndicated Bank or any other party that appoints BPMB as an agent to purchase the commodity from commodity supplier.
- (c) Wakalah (sub-agent) fee of RM5,000 to be charged to "*Pemberi Wakil*" e.g. Syndicated Bank or any other party that appoints BPMB as a sub-agent to sell the commodity to BSAS.

The fee for Bai' Tawarruq Financing item (b) & (c) is subject to taxes, where applicable.

#### **1.5 Administrative Fee**

- (a) Request for Variation in the Terms and Conditions / Rescheduling / Restructuring of Facility
  - i) A minimum fee of RM10,000.00 per request will be charged upon approval.
  - ii) The variations may include but not limited to the changes in specified machinery and equipment, reduction in facility amount, extension of period for execution of facility documents or extension of time for fulfillment of conditions precedent or extension of the availability period.
  - iii) BPMB may at its sole discretion waive the charges if the changes arise from circumstances beyond the client's control.
- (b) Cheque Returned

A fee of RM100.00 per cheque returned will be charged on all cheques returned.

The administration fee is subject to taxes, where applicable.

#### **1.6 Commitment Fee (*Iltizam Fee*)**

##### **i) Commitment Fee I**

- (a) A fee of one point zero per centum (1.0%) per annum of the approved Facility amount is chargeable if no drawdown is made within 6 months

from the acceptance date of Letter of Offer. The fee shall be payable lump sum in arrears prior to first drawdown of the Facility.

- (b) The Commitment Fee I is only applicable for Conventional facilities.

**ii) Commitment Fee II**

- (a) 1.0% per annum shall be payable lump sum in arrears and calculated on the financing portion not drawdown in accordance to the agreed schedule.
- (b) A commitment fee may be levied on a back-to-back basis for facilities by the Bank; in cases where the Bank is levied a commitment fee by the specific fund scheme at rate of above 1.0%.
- (c) Commitment fee is exempted in cases where the fund provider has imposed that no commitment fee is to be charged when utilizing its fund.
- (d) The commitment fee shall not be imposed on client for all Islamic financing facilities.

The commitment fee is subject to taxes, where applicable.

**1.7 Advance Payment**

The Bank has practised advance payment or non-profit credit facilities based on the "Qard" concept. Types of advance payment are:-

- (a) Advance Payment in Disbursement for Special Fund

The Bank will disburse in advance based on 'Qard' concept in cases where the fund that has been approved yet to be utilised.

- (b) Advance Payment in Takaful Premium, Letter of Credit Fee to Issuer Bank, Legal Fee, Quit Rent and other fees.

When the Bank make an advance payment for Takaful Premium, Letter of Credit Fee to Issuer Bank, Legal Fee, Quit Rent and other fees, it is considered as an advance based on 'Qard' or non-profit credit facilities.

The Bank may charge admin charges/actual cost equivalent to 1.0% p.a. The admin charges are subject to taxes, where applicable.

- (c) Advances of Insurance (Conventional)

A maximum of BLR+2% per annum shall be charged to the clients for advances made to renew the policies on behalf of the clients.

## **1.8 Late Payment Charges**

The Bank may charge a compensation fee on late payment (*Ta'widh*) and penalty (*Gharamah*) at the following rate:-

- (a) *Ta'widh* at 1% per annum on the overdue instalment/rental (where applicable) during the tenure of the facility; and/or
- (b) *Ta'widh* at the prevailing daily overnight of Islamic Interbank Money Market (IIMM) Rates or other rate that Bank Negara Malaysia may specify against the outstanding purchase price (principal amount) if the overdue continues beyond the maturity date of the Facility.
- (c) Gharamah at the rate of 0%.

## **1.9 Fee under Capital Market Activities**

### **(a) Principal Advisor/Lead Arranger Fee**

Denominated by a certain percentage of the amount of the PDS issuance. To be paid by the client on milestone or success basis.

### **(b) Underwriting Fee**

Calculated based on a certain percentage of the amount underwritten.

### **(c) Bought-Deal Fee**

Calculated based on a certain percentage of the total issue size.

### **(d) Facility Agent Fee**

Paid annually to the Facility Agent as long as the PDS is still outstanding.

### **(e) Financial Advisory Fee**

Based on the scope of work required by the client and normally structured on a retainer basis.

All fees under Capital Market activities are subject to taxes, where applicable.